

Financial Report 2009

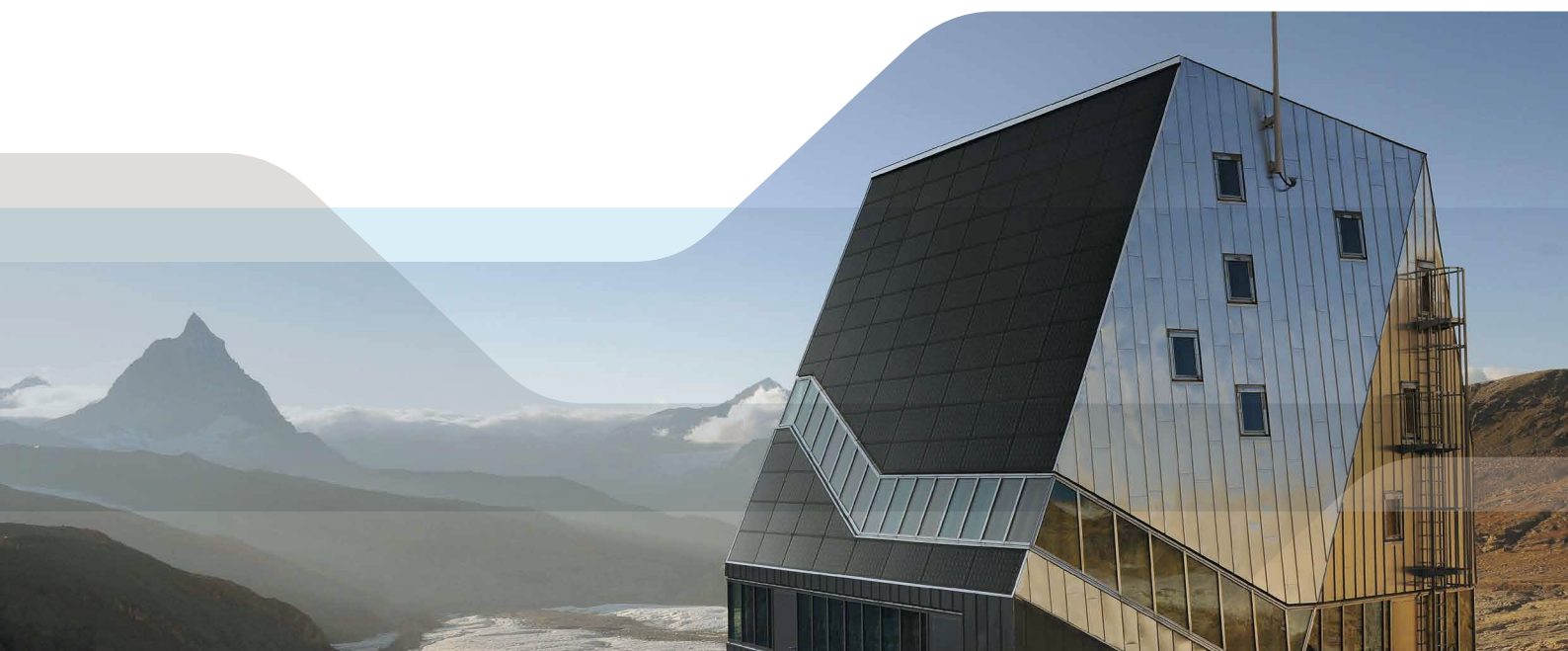


Table of contents

SIX Group Consolidated Financial Statements 2009

3	1. Introductory remarks
4	2. Group balance sheet
6	3. Group income statement
7	4. Group equity statement
8	5. Group cash flow statement
9	6. Notes to the consolidated financial statements
18	6.1 Information on the group balance sheet
38	6.2 Information on the group off-balance sheet transactions
39	6.3 Information on the group income statement
44	6.4 Additional information according to requirements of the fourth and the seventh EU directive
45	7. Report of the group auditor

Financial Statements of SIX Group AG 2009

47	1. Balance sheet
48	2. Income statement
49	3. Notes to the financial statements
52	4. Report of the statutory auditor

SIX Group Consolidated Financial Statements 2009

1. Introductory remarks

The consolidated financial statements reflect the financial performance as well as the financial position as at the year ended 31 December 2009.

SIX Group generated a total operating income of CHF 1,252.9 million. The net interest income of CHF 8.3 million results from the Securities Services business as well as from the group's liquidity position. The decrease compared to prior year (CHF 41.4 million) is due to the low level of interest rates.

Net commission and other services business income amounts to CHF 1,099.7 million and builds the major part of the Group's operating income. The reservation of the market participants in the Securities Trading and in the Securities Services business fields caused a major reduction of the volumes. In addition, price reductions of CHF 44.1 million mainly in the Securities Trading and Securities Services section negatively impacted the net commission and other services business income. Despite these aforementioned points, the net commission and other services business income decreased only by 7.3% compared to prior year (CHF 1,186.5 million). On the other side, the growth in the Payment Transactions business and the effects of the acquired entities (CETREL SA and SIX Card Solutions Austria Ltd.) in 2009 positively contributed to net commission and other services business income.

Although SIX Group does not engage actively in trading, the positive market trend on securities holdings and operational foreign currency transactions resulted in a net income of CHF 38.1 million.

The negative income from non-consolidated participations in the amount of CHF –20.4 million mainly includes the results from equity valuation of the associated companies Eurex (CHF –29.2 million), STOXX (CHF 15.6 million) and Scoach (CHF –7.6 million). The Eurex result is mainly impacted by an impairment on assets in the amount of CHF –45.4 million recorded in the ISE (Inter-

national Stock Exchange), a subsidiary of Eurex Group. The intensification of the competition in the US derivatives market as well as lower trading volumes resulted in a re-assessment of ISE's future profitability.

Net other income of CHF 106.8 million includes mainly the income for various infrastructure services.

Personnel and other operating expenses of CHF 875.2 million increased by CHF 44.6 million mainly caused by the entities acquired in 2009.

Depreciation and write-offs add up to an overall amount of CHF 118.3 million and increased by CHF 20 million mainly as a result of the acquired entities in 2009.

The extraordinary income of CHF 6.2 million mainly includes a gain on the disposal of a subsidiary considered as not core to the Group.

In 2009, SIX Group was able to generate a group net income of CHF 220.3 million before minority interest. In consideration of the impairment on ISE assets (CHF –45.4 million), the price reductions granted (CHF –44.1 million) and the net income contributed by entities acquired in 2009 (CHF 6.0 million), group net income decreased by –1.0% (CHF –2.3 million) compared to prior year.

SIX Group will propose a dividend of CHF 4.35 per share (previous year CHF 5.30) to the general assembly of SIX Group AG.

2. Group balance sheet

in CHF 1,000	Note	31.12.2009	31.12.2008 (restated*)
Assets			
Liquid funds	1	842,708	440,269
Due from banks	1	358,571	651,706
Securities and precious metals trading portfolio	2	400,199	224,210
Non-consolidated participations	2, 4	579,264	482,300
Fixed assets	4	423,852	365,425
Intangible assets	4	72,031	9,650
Accrued income and prepaid expenses		38,066	27,526
Other assets	5	3,239,343	2,269,069
Total assets		5,954,034	4,470,155
Total subordinated amounts receivable		–	139
Total due from non-consolidated participations and qualified shareholders		188,124	286,118

* Restated: Adjustment to SORIE method for pension funds.

in CHF 1,000	Note	31.12.2009	31.12.2008 (restated*)
Liabilities and equity			
Due to banks		21,753	35,825
Other due to clients		3,479	846
Accrued expenses and deferred income		260,750	355,983
Other liabilities	5	3,736,001	2,305,062
Value adjustments and provisions	9	127,516	144,875
Total liabilities		4,149,499	2,842,591
Share capital	10	19,522	19,522
Capital reserves		765,214	761,993
Treasury shares		-23,348	-23,348
Retained earnings		851,414	613,859
Foreign exchange translation differences		-70,982	-54,039
Group net income majority shareholders		215,125	304,238
Equity majority shareholders		1,756,945	1,622,225
Minority interest in equity		42,425	3,477
Minority interest in profit		5,165	1,862
Equity minority shareholders		47,590	5,339
Total equity		1,804,535	1,627,564
Total liabilities and equity		5,954,034	4,470,155
Total due to non-consolidated participations and qualified shareholders		104,594	170,754

* Restated: Adjustment to SORIE method for pension funds.

in CHF 1,000	Note	31.12.2009	31.12.2008
Off-balance sheet transactions			
Contingent liabilities	13	156,167	157,917
Irrevocable facilities granted	13	12	22
Derivative financial instruments			
Positive replacement values	14	25,420	40,066
Negative replacement values	14	26,175	37,626
Notional amount	14	4,474,231	3,742,793
Fiduciary transactions	15	639	816

3. Group income statement

in CHF 1,000	Note	2009	2008
Interest income		10,710	63,752
Interest expenses		-2,419	-22,303
Net interest income		8,291	41,449
Commission income	16	966,061	1,060,006
Commission expenses	16	-301,937	-308,157
Income from other services business	16	482,735	480,992
Expenses for other services business	16	-47,183	-46,292
Net commission and other services business income		1,099,676	1,186,549
Net trading income	17	38,094	-14,363
Income from non-consolidated participations		-20,421	26,178
Other ordinary income	18	130,464	117,217
Other ordinary expenses		-3,218	-9,156
Net other income		106,825	134,239
Operating income		1,252,885	1,347,874
Personnel expenses	19	-553,000	-525,709
Other operating expenses	20	-322,218	-304,930
Operating expenses		-875,218	-830,639
Gross income		377,667	517,235
Depreciation and write-offs	4	-118,333	-98,297
Valuation adjustments, provisions and losses		-219	-11,429
Operating profit (sub-total)		259,115	407,509
Extraordinary income	22	6,212	34
Extraordinary expenses	22	-1,228	-544
Taxes	23	-43,810	-100,899
Group net income		220,289	306,100
Minority interest in profit		-5,165	-1,862
Group net income majority shareholders		215,125	304,238

4. Group equity statement

Group equity statement

in CHF 1,000	Share capital	Capital reserves	Treasury shares	Retained earnings	Translation differences	Total	Minority interest	Total
1 January 2009	19,522	761,993	-23,348	1,007,892	-54,039	1,712,020	5,339	1,717,359
Effect of a restatement ¹	-	-	-	-89,795	-	-89,795	-	-89,795
1 January 2009 restated	19,522	761,993	-23,348	918,097	-54,039	1,622,225	5,339	1,627,564
Capital increases (+)/ reductions (-)	-	-	-	-	-	-	-	-
Change in consolidation scope	-	-	-	-	-	-	38,024	38,024
Purchases of own equities	-	-	-	-	-	-	-	-
Dividend payments	-	3,221	-	-103,466	-	-100,245	-1,309	-101,553
Translation differences	-	-	-	-	-16,943	-16,943	398	-16,545
Net actuarial gains and losses	-	-	-	36,784	-	36,784	-27	36,757
Group net income				215,125		215,125	5,165	220,289
31 December 2009	19,522	765,214	-23,348	1,066,539	-70,982	1,756,945	47,590	1,804,535
1 January 2008	10,000	242,535	-	602,575	-21,450	833,660	-	833,660
Effects of business combination ²	9,522	519,458	-23,348			505,632	12,528	518,160
Interpretation of IFRIC 14 from 1 January 2008 onwards				3,495		3,495		3,495
Revaluation of acquired net assets ³				171,384	724	172,108		172,108
Acquisition of minority interest						-	-7,493	-7,493
Dividend payments				-73,800		-73,800	-1,487	-75,287
Translation differences					-33,313	-33,313	-71	-33,384
Group net income				304,238		304,238	1,862	306,100
31 December 2008	19,522	761,993	-23,348	1,007,892	-54,039	1,712,020	5,339	1,717,359

¹ Restated: Adjustment to SORIE method for pension funds.

² SWX Swiss Exchange Association (former owner of SWX Group), SIS Group and Telekurs Group have merged into SIX Group as of 1 January 2008.

³ As of 1 January 2008, the integrated companies have been revaluated based on the accounting policies and valuation principles of SIX Group.

Changes in treasury shares

in CHF 1,000	Total
Treasury shares on 31 December 2007	-
Allocation of treasury shares due to the merger of former SIS Group and Telekurs Group	607,864
Purchase of treasury shares	-
Sales of treasury shares	-
Treasury shares on 31 December 2008	607,864
Purchase of treasury shares	-
Sales of treasury shares	-
Treasury shares on 31 December 2009	607,864

5. Group cash flow statement

in CHF 1,000	2009	2008
Group net income	220,289	306,100
Depreciation and write-offs	118,333	98,297
Increase/(decrease) of valuation adjustments and provisions, excl. deferred tax and changes in consolidation scope	-11,665	-2,052
Increase of deferred tax provision and (increase) of deferred tax asset	-18,326	3,549
(Income from the valuation of non-consolidated participations)	38,493	-10,083
(Increase)/decrease of accrued income and prepaid expenses	-5,671	5,747
Increase/(decrease) of accrued expenses and deferred income	-115,618	10,412
Total internal financing	225,836	411,970
(Increase)/decrease of securities and precious metals trading portfolio	-160,531	297,991
(Increase)/decrease of other assets, excl. deferred tax asset and value adjustments	-889,370	-106,595
Increase/(decrease) of other liabilities	1,341,633	-266,655
Cash flow from operating activities	517,568	336,711
Net (purchases)/sales of fixed assets	-120,643	-112,227
Net (purchases)/sales of other intangible assets	-22,464	-6,135
Net liquid funds due to (acquisition) and disposal of fully consolidated participations	-16,604	816,855
Net liquid funds due to incorporation of fully consolidated participations	50	-
(Acquisitions) of minority interests incl. goodwill	-353	-7,584
Dividend payments to minority interests	-1,309	-1,487
(Acquisitions)/disposals of non-consolidated participations	-128,816	-2,210
Cash flow from investing activities	-290,139	687,212
Increase/(decrease) of share capital	-	-
Dividend payments to third parties	-100,245	-73,800
(Increase)/decrease of due from banks over 90 days	-2,113	9,226
Increase/(decrease) of due to banks over 90 days	-16,386	-225,842
Increase/(decrease) of due to others over 90 days	-1,046	846
Cash flow from financing activities	-119,790	-289,570
Effects of foreign exchange translation differences on liquidity	-2,762	-1,870
Increase/(decrease) of liquidity fund	104,877	732,483
Increase/(decrease) of liquid funds	402,439	440,168
Increase/(decrease) of due from banks up to 90 days	-295,248	290,791
Increase/(decrease) of due to banks up to 90 days	-2,313	1,524

6. Notes to the consolidated financial statements

Comments concerning business activities and number of personnel

As of 1 January 2008, the former SWX Group, the former SIS Group and the former Telekurs Group merged to form SIX Group AG, domiciled in Zurich. SIX Group is owned by approximately 160 domestic and foreign banks that are also its customers. A shareholder pooling agreement, which prohibits the transfer of shares within the first five years, will bring stability to this ownership structure, which also corresponds to the present user structure.

Business activities

SIX Group covers the entire value chain of the financial market infrastructure, whose core element is the Swiss Value Chain. The service offering is divided into four business fields:

- The Securities Trading business field comprises the cash and derivatives market, distribution of information products, index calculations and the development and operation of electronic trading platforms.
- The Securities Services business field offers Swiss and international financial institutions a largely automated infrastructure for the clearing and settlement of securities transactions. Interbank securities custody and administration services as well as services geared at public limited companies are also included in the offering.
- The Financial Information business field provides the full range of reference data on 5.6 million financial instruments along with real-time market data with regard to all important trading centers.
- The Payment Transactions business field offers services and solutions for cashless payment processes: This includes payment execution between banks in Swiss francs and euro, operation of PayNet for the settlement of electronic invoices, card processing for issuers and acceptance of credit, debit and prepaid cards.

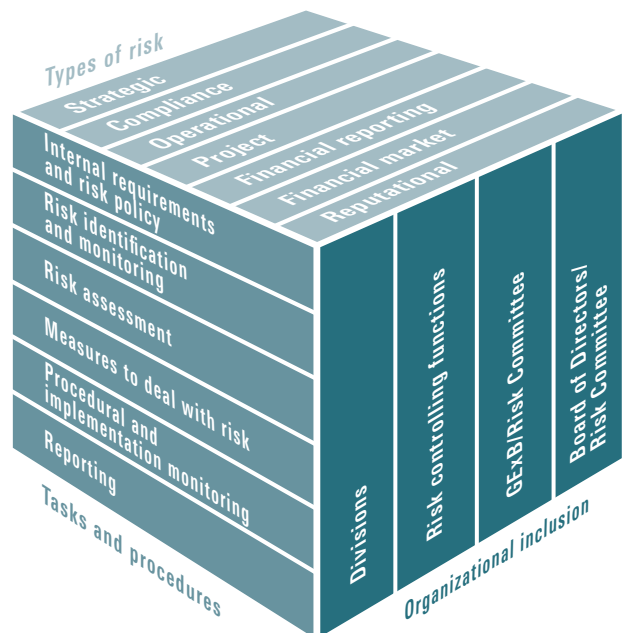
At present, SIX Group does not outsource any significant part of its business.

Number of personnel

As at the end of the year, SIX Group employed 3,707 full-time equivalents (previous year: 3,361).

Risk management

Risk exposure, which varies by division, requires a concerted effort at all levels of the Group's corporate structure. SIX Group has developed a risk management concept which is based on the COSO¹ framework, and which reflects the particular requirements and characteristics of the Group.



¹ Committee of Sponsoring Organizations of the Treadway Commission

Risk policy – clear responsibilities, separate authorities and transparency

The guiding principles and philosophy that govern the way SIX Group handles risks are defined in the SIX Group Risk Policy. The policy defines the related organization, structures, authorities and responsibilities in detail, and lays down the principles that apply to different types of risk, as well as the Group's willingness to take risk.

In the way in which SIX Group is organized, a clear distinction is made between responsibility for risk, risk management and risk monitoring. The Board of Directors is responsible for defining the Group's risk tolerance and monitoring the overall risk situation. The overall supervision of risk management and monitoring is delegated to the Board of Directors' Risk Committee. The Board of Directors itself approves the Risk Policy and delegates risk management tasks.

Risk management falls within the responsibilities of the members of the Group Executive Board (GExB). At Group level, the divisions are supported by a number of specialist functions: Corporate Development in the case of strategic risks, the Corporate Security Officer for security risks, the Compliance Officer, and the Finance & Risk division itself.

Risk monitoring within SIX Group is undertaken independent of line management responsibilities. It is conducted by the Chief Risk Officer, who is also responsible for the risk monitoring methodology. Periodic reports on the Group's risk situation for all types of risk are submitted to both the GExB and the Board of Directors' Risk Committee.

Types of risk and methodology

The overall risks to which SIX Group is exposed are broken down according to the management needs of the Group. In addition to strategic, business, operational, financial market and reputational risks, the Group keeps separate track of compliance and project risks, as well as the risks attached to financial reporting. Risk man-

agement and risk monitoring of credit, market price and liquidity risks are recorded under financial market risks.

Within the divisions, risks are recorded in databases that allow them to be handled effectively as part of operations. In the Group's reporting of risk, individual risks are dealt with, in consideration of the company's risk tolerance, in accordance with the potential financial loss, their threat to the company's existence, their impact on the market and on our reputation, the likelihood of their occurrence and the urgency of the action they necessitate. These factors are documented in risk profiles and are reported to the Group Executive Board and the Board of Directors' Risk Committee.

The Board of Directors is responsible for determining the Group's risk tolerance. On the operational side risk tolerance is defined on the basis of required service level availability and spare capacities held. Financial risk tolerance within SIX Group is measured as financial ability to cover financial losses.

The SIX x-clear AG and SIX SIS AG Group companies, which are part of SIX Securities Group AG (sub-holding company), are licensed Swiss banks. The separate Annual Report published by SIX Securities Group AG addresses capital adequacy requirements under Basel II and reports on its specific risk management activities.

Strategic risks

Given their long-term impacts, strategic risks are of key importance. SIX Group continuously assesses such risks. Corporate Development draws up strategic options and reviews the strategy together with the individual companies in the light of SIX Group's willingness to take risk. The strategy is revised annually and approved by the Board of Directors.

Compliance risks

Compliance with the relevant rules and regulations is part of everyday working life at SIX Group. The applicable principles are laid down in internal directives. Compliance at SIX Group has been set up in accordance with Swiss Financial Market Supervisory Authority (FINMA) Circular 2008/24. Legal & Compliance (L&C) monitors centrally adherence to the relevant rules and regulations. L&C is entitled to unrestricted access to all information and documents. Litigation cases and related risks are also dealt with by L&C. Internal systems and processes in individual areas of the business and operational units also undergo reviews by L&C. Staff awareness of problems is raised and they attend both basic and further training on a regular basis.

Operational risks

Particular attention is paid to operational risks, as the level of performance of the infrastructure and services provided by SIX Group enables its customers to increase their efficiency considerably. The stability and integrity of systems and processes is managed through a comprehensive program of risk prevention and risk monitoring which is checked periodically by area and divisional management. Results are passed to the Chief Risk Officer, who reports the risks at an aggregated Group level to the Risk Committee of the Group Executive Board.

Risk management issues are subject to discussion and decision at Group Executive Board level. In emergencies or crises, operations are secured by our own business continuity management organization which is coordinated closely with business continuity planning in the Swiss financial sector as a whole.

Project risks

Projects are monitored continuously by a project management organization. Project risks that are large in scale, cross-divisional or relevant to the Group's strategy are monitored directly by the Group Executive Board.

Risks attached to financial reporting

Financial reporting risks and the corresponding risk-mitigation action are discussed at the regular Board of Directors' Risk Committee meetings. Risks and internal controls regarding the consolidated financial reporting are regularly assessed by management and Board of Directors.

SIX Securities Group AG (SIX Securities Group, which is a sub-group of SIX Group) fulfils the requirements for the partial disclosure of the eligible and required equity of FINMA Circular 2008/22. The required notes are disclosed in the consolidated financial statements of SIX Securities Group available in the Internet or at SIX Securities Group.

Financial market risks

Financial market risks exist for SIX Group with regard to liquidity, counterparties and market prices. SIX Group does not actively take interest sensitivity and currency risks. Such risks are nonetheless encountered on a modest scale in the course of business and are managed conservatively.

The SIX Group operating model necessitates the holding of a high level of liquidity. Liquidity risks are systematically avoided by the active management of liquid funds, a forward-looking investment policy, daily monitoring of markets and customers, as well as clearly defined limits and strict internal monitoring procedures.

SIX Group manages counterparty risks with clear investment guidelines, limits and diversification. In the clearing and settlement business, members and participants are selected according to strict quality criteria. Counterparty creditworthiness is also subject to ongoing reviews. Meanwhile, SIX Group supervises trading activities on a real-time basis.

Market price risks relating to clearing activities are managed by risk-based margin models. These models are verified continually by means of back testing and are also checked in regular stress tests.

Reputational risks

As the company's good reputation is vital, potential damage to it is countered by the entire SIX Group organization by measures to ensure professionalism, integrity and reliability as well as compliance in all business activities.

The management of reputational risks includes all operational and strategic instruments at all levels of management of SIX Group, with a particular focus on financial reporting and the monitoring of key performance indicators. Although reputational risks are not measured quantitatively, the communications department closely monitors coverage of SIX Group in the press and media.

Accounting policies and valuation principles

General policy

The consolidated financial statements of SIX Group are prepared in accordance with the directives of the Swiss Financial Market Supervisory Authority (FINMA), in particular the Provisions Governing Financial Statement Reporting for Swiss Banks, Stock Exchanges and other Financial Institutions (Bank Accounting Guidelines, BAG-FINMA), and the Swiss law. The consolidated financial statements present a true and fair view of the financial position and results of SIX Group.

As a sub-group, SIX Securities Group AG (SIX Securities Group, former SIS Group) represents the main part of the banking and balance sheet business of SIX Group. The maturity structure of current assets and third-party liabilities, the analysis of domestic and foreign assets and liabilities, the analysis of assets by country or groups of countries and the analysis of balance sheet by currency are based on the consolidated financial statements of SIX Securities Group, which have been set up on separate accounting policies and valuation principles. Other companies of SIX Group are not included in the mentioned tables (note 12).

Scope and principles of consolidation

The consolidated financial statements include all companies that are directly or indirectly controlled by SIX Group AG (generally more than 50% of voting interest or where the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from their activities).

All assets and liabilities as well as income and expenses of the directly or indirectly controlled companies are fully consolidated. The annual closing date of the individual financial statements is 31 December. Intercompany income and expenses, including unrealized profits from internal transactions and intercompany receivables and payables, are eliminated.

Business combinations in transactions where SIX Group AG takes control of another entity are consolidated using the purchase method of accounting. The business combination of former SIS Group and Telekurs Group has been accounted for based on harmonized book values from former financial statements.

Companies acquired or disposed of during the year are included in the consolidated financial statements from the date of acquisition or until the date of disposal. Any minority interest in equity or profit is separated within the consolidated financial statement.

Investments in associated companies (generally investments in companies in which SIX Group AG holds between 20% and 50% of voting shares or over which it otherwise has significant influence) and joint ventures are non-consolidated participations and accounted for using the equity method.

All significant participation interests and the changes during the reporting period are listed in note 3 of the consolidated financial statements.

Recognition and measurement

Assets and liabilities are generally recognized and measured under the historical cost convention, except for assets and liabilities for which other accounting policies are specified in accordance with BAG-FINMA.

Transactions which are already committed but will be settled on a future date at a specified price are recognized as an asset or a liability on the commitment date using settlement date accounting.

Foreign currency conversion

Transactions in foreign currencies are converted at the exchange rate at the time of the transaction. Foreign currency positions are converted at the daily exchange rate of the balance sheet date.

Balance sheets of foreign companies are converted at the exchange rate of the balance sheet date, income statements of foreign companies at the annual average exchange rate. Foreign exchange translation differences are generally included in trading income.

Foreign exchange translation differences from the recognition of revaluations of investments in associates based on the equity method are recognized directly in equity.

For the purpose of consolidation, the financial statements of units operating in a foreign currency are translated using the reporting date method.

The main exchange rates ruling at the balance sheet date in CHF are as follows:

Currency	31.12.2009	31.12.2008
EUR	1.4873	1.4906
GBP	1.6607	1.5292
USD	1.0308	1.0569
SEK	14.4785	13.6650

The main average annual exchange rates in CHF are as follows:

Currency	2009	2008
EUR	1.5098	1.5863
GBP	1.6954	1.9983
USD	1.0845	1.0843
SEK	14.2432	16.5255

Specific accounting policies and valuation

All assets, liabilities and off-balance sheet transactions are valued individually (individual valuation). If the value of an asset or an off-balance sheet transaction is impaired, it will be valued on an individual basis and the impairment will be covered by an individual valuation adjustment.

Liquid funds, amounts due from banks and liabilities

Liquid funds, amounts due from banks and liabilities are measured at their nominal value. Specific provisions for identified individual credit risks are presented in value adjustments and provisions.

Securities and precious metals trading portfolio

Securities and precious metals in the trading portfolio are measured at fair value. The fair value is usually based on the price for the asset on an efficient and liquid market or on a valuation model. The profit or loss from the valuation of the trading portfolio is recognized in trading income.

Advances and repurchase agreements with securities

Advances and repurchase agreements with securities are only entered into on the own account of SIX Group (principal). The securities which have been transferred are not recognized on or derecognized from the balance sheet unless the risks and rewards of ownership are also transferred.

Securities borrowing and lending transactions are treated like repurchase and reverse repurchase transactions if they are covered with cash collateral and a daily margin settlement. Securities borrowing and lending transactions which are not covered with cash collateral are not recognized in the balance sheet but disclosed as off-balance sheet transactions. Cash collateral received is recognized with a corresponding obligation to return it and cash collateral delivered is derecognized with a corresponding receivable. Securities received in a lending or borrowing transaction are disclosed as off-balance sheet transactions if SIX Group has the right to resell or repledge them. Securities recognized on the balance sheet are measured at fair value in the trading portfolio.

Securities purchased under agreements to resell (reverse repurchase agreements) and securities sold under agreements to repurchase (repurchase agreements) are generally treated as collateralized financing transactions. In reverse repurchase agreements, the cash delivered is derecognized and a corresponding receivable is recorded in the balance sheet. In repurchase agreements, the cash received is recognized on the balance sheet with a corresponding obligation to return it. Securities received in a reverse repurchase agreement are disclosed as off-balance sheet transactions if SIX Group has the right to resell or repledge them.

Commissions from advances and repurchase agreements with securities are recognized in fee and commission income.

Non-consolidated participations

Investments in associated companies (generally investments in companies in which SIX Group AG holds between 20% and 50% of voting shares or over which it otherwise has significant influence) and joint ventures are accounted for using the equity method. The profit or loss from the valuation of the associated companies is recognized in income from non-consolidated participations. Other non-consolidated participations are valued at cost.

If the value of a non-consolidated participation is impaired, it will be valued on an individual basis and the impairment will be recognized as depreciation.

All significant participation interests and the changes during the reporting period are listed in note 3 of the consolidated financial statements.

Fixed assets

Fixed assets are carried at cost, less accumulated depreciation and accumulated impairment losses, and are periodically reviewed for impairment. Expenditures less than TCHF 10 are recognized directly as expenses in the income statement.

Software development costs, including internally developed software, are recognized in fixed assets when they are identifiable, it is probable that future economic benefits will flow to the Group and the cost can be measured reliably.

Subsequent expenditure relating to any fixed asset is added to the carrying amount as far as the value of the asset is increased. All other subsequent expenditure is recognized as an expense in the period in which it incurs.

Fixed assets are depreciated on a straight-line basis over their estimated useful life. The useful life is estimated on the basis of the economic useful life of the asset.

The useful life for the fixed assets is estimated as follows:

Fixed assets	Estimated useful life
Land	Impairment test
Buildings (without land)	8–60 years
IT hardware	3–4 years
Technical installations	3–30 years
Leasehold improvements	Term-based
Software	3–5 years
Office equipment, fixtures and fittings	3–7 years
Other fixed assets	3–5 years

Intangible assets

Intangible assets include goodwill and other intangible assets such as customer lists, patents and licenses.

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of net identifiable assets of the acquired entity at the date of acquisition. Goodwill is amortized over a maximum of five years as well as tested for impairment on an annual basis and when a reasonable indication of impairment exists.

All other intangible assets are carried at cost, less accumulated depreciation and accumulated impairment losses and are periodically reviewed for impairment. Expenditures less than TCHF 10 are recognized directly as expenses in the income statement.

Subsequent expenditure relating to another intangible asset is added to the carrying amount as far as the value of the assets is increased. Other subsequent expenditure is recognized as an expense in the period in which it incurs.

Other intangible assets are depreciated on a straight-line basis over their estimated useful life. Useful life is estimated on the basis of the economic useful life of the asset.

The useful life for intangible assets is estimated as follows:

Intangible assets	Estimated useful life
Goodwill	max. 5 years
Patents and licenses	5–10 years
Other intangible assets	3–5 years

Other assets and liabilities

Other assets and liabilities include positive and negative replacement values of derivative instruments, inventory, other loans, receivables and liabilities.

Positive and negative replacement values of derivative instruments are measured at fair value. The fair value is usually based on the price for the asset on an efficient and liquid market or on a valuation model. The profit or loss from the valuation of derivative instruments is recognized in trading income.

Inventory is generally valued at the lower of cost and net realizable value. The cost method to calculate the value of inventory items which are ordinarily interchangeable is calculated using the first in, first out cost formula (FIFO). The cost method for items not ordinarily interchangeable is actual cost.

Point-of-sale terminals are valued using the standard cost method, measured on a yearly basis and calculated by the average of the costs of purchased terminals and the maintenance costs of returned terminals. Standard cost of rental terminals is revalued based on indicators such as purchase prices and maintenance costs.

Other assets and liabilities are generally measured at nominal value. Specific provisions for identified individual credit risks are presented in value adjustments and provisions.

Employee benefit obligation

SIX Group sponsors a number of retirement benefit plans and welfare funds for its employees worldwide. To determine the impact on the consolidated financial statements, SIX Group applies the International Financial Reporting Standards (IFRS), as these standards already apply in many of the reporting units. The applicance of IFRS regarding the determination of the economic impact of employee benefit obligation to the financial statements has been decided in accordance with par. 29j-8 of the BAG-FINMA.

The retirement benefit plans include both defined benefit and defined contribution plans. Contributions to defined contribution plans are expensed when employees have rendered services in exchange for such contributions, generally in the year of contribution. The Group uses the projected unit credit actuarial method to determine the present value of its defined benefit plans and the related service cost and, where applicable, past service cost. The principal actuarial assumptions used by the actuary are set out in note 8.

Actuarial gains and losses are recognized directly in equity in the period in which they occur without effect to the income statement.

If an excess of the fair value of the plan assets over the present value of the defined benefit obligation cannot be recovered fully through refunds or reductions in future contributions, no gain is recognized solely as a result of deferral of past service cost in the current period.

Value adjustments and provisions

If individual credit risks are identified on any loan or receivable in the assets, the impairment is recognized as a value adjustment. The specific credit risk of any individual loan or receivable is evaluated when a reasonable indication of impairment exists. A loan or receivable is impaired when the debtor is unlikely to fulfil his obligations. Off-balance sheet transactions are included in this evaluation. The value adjustment is measured based on the difference between the recognized nominal amount of the loan or receivable and the recoverable amount considering any contractual agreed collateral at the liquidation value and any possibilities of the debtor for partial repayments of the loan or receivable. Recoveries of receivables written off in previous periods may be credited directly to the value adjustments. Additionally to the identification and measurement of individual credit risk, a global individual valuation adjustment is done for portfolios that exclusively consist of many smaller receivables (e.g. credit card receivables).

Provisions are recognized when SIX Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Treasury shares

Shares of SIX Group AG held by the Group are classified in equity as treasury shares and accounted for at cost. Results from the sale of treasury shares or dividend payments are recognized in the capital reserves.

Equity

Capital reserves include any premium on shares issued. Retained earnings include the accumulated net income and actuarial gains or losses resulting from defined benefit plans. Foreign exchange translation differences from revaluations of investments in associates are included in translation differences.

Taxes

Income tax payable on profits is recognized as an expense based on the applicable tax laws in each jurisdiction in the period in which profits arise.

Deferred tax liabilities are recognized for temporary differences between the carrying amounts of assets and liabilities in the balance sheet and their amounts as measured for tax purposes, which will result in taxable amounts in future periods. Deferred tax assets are recognized for temporary differences that will result in deductible amounts in future periods, but only to the extent it is probable that sufficient taxable profits will be available against which these differences can be utilized. The tax effects of income tax losses available for carry forward are recognized as a deferred tax asset if it is probable that future taxable profit will be available against which those losses can be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the asset will be realized or the liability will be settled based on enacted rates.

Contingent liabilities, irrevocable facilities granted and fiduciary transactions

Contingent liabilities, irrevocable facilities granted and fiduciary transactions are measured at their nominal value. Specific provisions for identified individual credit risks are presented in value adjustments and provisions.

Derivative financial instruments

Derivative financial instruments are primarily traded on the account of the customers of SIX Group relating to its banking business. Derivative financial instruments on the own account of SIX Group are used only for the hedging of foreign currency risk.

In the financial statements, all derivative financial instruments are treated as trading instruments, including the derivative financial instruments used for the hedging of foreign currency risk.

The positive and negative replacement values of trading instruments are measured at fair value. The fair value is usually based on the price for the asset on an efficient and liquid market or on an evaluation model. The profit or loss from the valuation of trading instruments is recognized in trading income.

Derivative financial instruments for which hedge accounting is applied are measured equal to the hedged financial instrument. The profit or loss from the valuation of derivative financial instruments for which hedge accounting is applied is recognized in the income statement equal to the profit and loss from the revaluation of the hedged financial instrument.

Changes in accounting policies

In 2009, SIX Group changed its accounting policy for recognizing actuarial gains or losses for defined benefit plans from the corridor method to the SORIE (statement of recognized income and expenses) method. Prior year balances have been adjusted accordingly (see Group equity statement).

Events subsequent to the balance sheet date

There has been no material event subsequent to the balance sheet date which would require an adjustment to the consolidated financial statement.

6.1 Information on the group balance sheet

1 Liquid funds and due from banks

Liquid funds

in CHF 1,000	31.12.2009	31.12.2008
Cash	1,490	508
Deposits with Swiss postal accounts	194	263
Giro account with Swiss National Bank	395	794
Giro account with a central giro institution	840,628	438,704
Total	842,708	440,269

Due from banks

in CHF 1,000	31.12.2009	31.12.2008
Due from banks up to 90 days	351,878	647,126
Due from banks over 90 days	6,693	4,580
Total	358,571	651,706

2 Breakdown of securities and precious metals trading portfolio and non-consolidated participations

Securities and precious metals trading portfolio

in CHF 1,000	31.12.2009	31.12.2008
Debt instruments – quoted	284,705	155,593
Equity stock	115,495	68,617
Total	400,199	224,210

Non-consolidated participations

in CHF 1,000	31.12.2009	31.12.2008
With quoted value	–	–
Without quoted value	579,264	482,300
Total	579,264	482,300

3 Information about significant participations

Fully consolidated participations

Company	Domicile	Business area	Currency	Share capital in 1,000	Equity interest in %	
					31.12.2009	31.12.2008
SIX Group AG	Zurich	Holding company	CHF	19,521.9	100.0	100.0
SIX Management AG	Zurich	Management services	CHF	100.0	100.0	100.0
Telekurs Holding AG	Zurich	Holding company	CHF	45,000.0	100.0	100.0
SIX Group Services AG	Zurich	IT services	CHF	52,500.0	100.0	100.0
SIX Swiss Infrastructure & Exchange AG	Zug	Holding company	CHF	100.0	100.0	100.0

Securities Trading

SIX Swiss Exchange AG	Zurich	Stock exchange and stock exchange services	CHF	10,000.0	100.0	100.0
SIX Exfeed AG	Zurich	Distribution of Financial Information	CHF	1,100.0	100.0	100.0
SIX Swiss Exchange Effektenmatcher AG ¹	Zurich	Stock exchange services	CHF	100.0	100.0	100.0
SWX Swiss Exchange UK Ltd ²	London	inactive	GBP	–	–	100.0
SWX Europe Holdings Ltd	London	Holding company	GBP	2,792.9	100.0	100.0
SWX Europe Ltd	London	Stock exchange	GBP	0.1	100.0	100.0
virt-x Subsidiary No1 Ltd. ²	Jersey	inactive	GBP	–	–	100.0
virt-x (LPS) Ltd.	Jersey	inactive	GBP	–	100.0	100.0
virt-x SARL ²	Paris	inactive	EUR	–	–	100.0
Indexium AG ²	Zurich	Distribution of index families	CHF	100.0	50.1	–

Securities Services

SIX Securities Group AG	Zurich	Holding company	CHF	26,000.0	100.0	100.0
SIX SIS AG	Olten	Settlement and custody	CHF	26,000.0	100.0	100.0
SIX SIS Nominee U.K. AG	Olten	Nominee	CHF	100.0	100.0	100.0
SIX x-clear AG	Zurich	Clearing	CHF	30,000.0	100.0	100.0
SIX SAG AG	Olten	Share register	CHF	100.0	100.0	100.0
SIX Systems AG	Olten	Service provider	CHF	2,500.0	100.0	100.0
SIX SIS International AG ²	Zurich	Settlement and custody	CHF	100.0	100.0	–

Fully consolidated participations (continued)

Company	Domicile	Business area	Currency	Share capital in 1,000	Equity interest in %	
					31.12.2009	31.12.2008
Financial Information						
SIX Telekurs AG	Zurich	Financial Information Services	CHF	5,000.0	100.0	100.0
Rolotec AG	Biel	Development and engineering of software	CHF	200.0	75.0	75.0
SIX Telekurs Deutschland GmbH	Frankfurt am Main	Financial Information Services	EUR	511.3	100.0	100.0
SIX Telekurs Luxembourg SA	Bertrange	Financial Information Services	EUR	31.3	100.0	100.0
Telekurs (France) SAS	Paris	Financial Information Services	EUR	32,400.0	100.0	100.0
SIX Telekurs Nederland B.V.	Amsterdam	Financial Information Services	EUR	249.6	100.0	100.0
SIX Telekurs Italia s.r.l.	Milan	Financial Information Services	EUR	100.0	100.0	100.0
SIX Telekurs U.K. Ltd	London	Financial Information Services	GBP	500.0	100.0	100.0
SIX Telekurs USA Inc.	Stamford USA	Financial Information Services	USD	2,045.0	100.0	100.0
SIX Telekurs Japan Ltd	Tokyo	Financial Information Services	JPY	40,000.0	100.0	100.0
SIX Telekurs Hong Kong Limited	Hong Kong	inactive	HKD	4,000.0	100.0	100.0
SIX Telekurs Singapore Pte. Ltd.	Singapore	Financial Information Services	SGD	25.0	100.0	100.0
SIX Telekurs France	Paris	Financial Information Services	EUR	961.8	100.0	100.0
Europerformance	Nanterre Cedex	Financial Information Services	EUR	45.0	94.4	94.4
SIX Telekurs España SA	Madrid	Financial Information Services	EUR	423.8	100.0	100.0
Fininfo Limited	London	Financial Information Services	GBP	30.0	100.0	100.0
SIX Telekurs Monaco S.A.M ¹	Monaco	Financial Information Services	EUR	150.0	100.0	100.0
Finaccess SIX Telekurs ¹	Casablanca	Financial Information Services	MAD	8,547.5	55.0	55.0
Netaccess ²	Casablanca	Financial Information Services	MAD	100.0	–	100.0
La Cote Bleue ²	Paris	Financial Information Services	EUR	53.7	–	100.0
Ecovision Finansanalys AB ²	Stockholm	Financial Information Services	SEK	975.0	–	100.0
SIX Telekurs Finland Oy ¹	Helsinki	Financial Information Services	EUR	8.0	100.0	100.0
Ecovision Newmedia AB ²	Stockholm	Financial Information Services	SEK	333.0	–	100.0
SIX Telekurs Sweden AB ¹	Stockholm	Financial Information Services	SEK	100.0	100.0	100.0
SIX Finansinformation AB	Stockholm	Financial Information Services	SEK	100.0	100.0	100.0
SIX Telekurs Norway AS ¹	Oslo	Financial Information Services	NOK	500.0	100.0	100.0
SIX Telekurs Denmark A/S ¹	Copenhagen	Financial Information Services	DKK	1,600.0	100.0	100.0
Code Sense AB ²	Stockholm	Financial Information Services	SEK	100.0	–	100.0
Svensk Börsinformation AB ²	Stockholm	Financial Information Services	SEK	100.0	–	100.0
Six Holding AB ²	Stockholm	Holding company	SEK	500.0	–	100.0
SIX Telekurs Nordic AB ¹	Stockholm	Financial Information Services	SEK	914.2	100.0	100.0
SIX Telekurs Belgium SA	Brussels	Financial Information Services	EUR	505.1	100.0	100.0
Ecovision Sverige AB ²	Gothenburg	Financial Information Services	SEK	100.0	–	100.0
Nyhetsbyrån Ticker ²	Gothenburg	Financial Information Services	SEK	100.0	–	100.0
Ecovision AB	Gothenburg	inactive	SEK	100.0	100.0	100.0
STK Nordic AB ¹	Stockholm	Financial Information Services	SEK	100.0	100.0	100.0

Fully consolidated participations (continued)

Company	Domicile	Business area	Currency	Share capital in 1,000	Equity interest in %	
					31.12.2009	31.12.2008
Payment Transactions						
SIX Multipay AG	Zurich	Merchant acquiring services	CHF	6,500.0	100.0	100.0
SIX Multi Solutions AG	Zurich	Voucher and payment services	CHF	100.0	100.0	100.0
SIX Card Solutions AG	Zurich	Integrated payment solutions	CHF	100.0	100.0	100.0
SIX Paynet AG	Zurich	E-billing services	CHF	1,000.0	100.0	100.0
PayNet International AG	Zurich	E-billing services	CHF	4,000.0	100.0	100.0
Telekurs Card Services SA	Zurich	inactive	CHF	100.0	100.0	100.0
Swisskey AG	Zurich	inactive	CHF	100.0	100.0	100.0
SIX Card Solutions Deutschland GmbH	Hamburg	Integrated payment solutions	EUR	25.0	100.0	100.0
SIX Card Solutions Luxembourg SA	Leudelange	Integrated payment solutions	EUR	255.0	100.0	100.0
SIX Card Solutions Sweden AB	Johanneshov	Integrated payment solutions	SEK	500.0	100.0	100.0
SIX Card Solutions Payment GmbH	Hamburg	Integrated payment solutions	EUR	102.3	100.0	100.0
SIX Card Solutions UK Ltd	Twickenham	Integrated payment solutions	GBP	0.0	100.0	100.0
SIX Card Solutions USA Corp	Delaware	Integrated payment solutions	USD	0.0	100.0	100.0
SIX Interbank Clearing AG	Zurich	Interbank payment services	CHF	1,000.0	75.0	75.0
SIX Pay SA ⁴	Luxembourg	Merchant acquiring services	EUR	1,000.0	100.0	100.0
CETREL SA ²	Luxembourg	Integrated payment solutions	EUR	4,713.0	50.0	–
CETREL Ré SA ²	Luxembourg	Reinsurance	EUR	1,239.5	–	–
C6 Ré ²	Luxembourg	Reinsurance	EUR	3,200.0	100.0	–
FS-B S.à.r.l. ²	Luxembourg	Real estate	EUR	13,790.0	100.0	–
FS-T S.à.r.l. ²	Luxembourg	Real estate	EUR	3,500.0	100.0	–
SIX Card Solutions Austria GmbH ²	Wien	Integrated payment solutions	EUR	35.0	100.0	–
SIX Austria Holding GmbH ²	Wien	Holding company	EUR	35.0	100.0	–
CETREL Securities SA	Luxembourg	Financial Information Services	EUR	1,500.0	100.0	–

Associated companies

Company	Domicile	Business area	Currency	Share capital in 1,000	Equity interest in %	
					31.12.2009	31.12.2008
Securities Trading						
STOXX AG	Zurich	Distribution of index families	CHF	1,000.0	49.9	33.3
Swiss Fund Data AG	Zurich	Bond information platforms	CHF	850.0	29.4	29.4
Börsen-Information AG	Basel	Facilitation of financial community	CHF	150.0	33.3	33.3
Eurex Zürich AG ³	Zurich	Stock exchange	CHF	10,000.0	15.0	15.0
Scoach Holding SA	Luxembourg	Stock exchange and stock exchange services	EUR	100.0	49.9	49.9
Securities Services						
AccuMatch AG	Zurich	inactive	CHF	300.0	70.0	70.0
Link-Up Capital Markets S.L.	Madrid	Harmonization of post-trade securities processing	EUR	3.0	17.5	18.2
Payment Transactions						
SECB Swiss Euro Clearing Bank GmbH	Frankfurt am Main	Clearing House	EUR	9,200.0	25.0	25.0

¹ Change of name

- SIX Swiss Exchange Effektenmatcher AG former New Soffex Swiss Options and Financial Futures Exchange AG
- SIX Telekurs Monaco SAM former Fininfo Monaco SAM
- Finaccess SIX Telekurs former Fininfo MENA
- SIX Telekurs Finland Oy former SIX Finland Oy AB
- SIX Telekurs Sweden AB former SIX Sverige AB
- SIX Telekurs Norway AS former SIX Norge AS
- SIX Telekurs Denmark A/S former SIX Finansinformation A/S
- SIX Telekurs Nordic AB former SIX AB (publ)
- STK Nordic AB former Telekurs Sweden AB

² Change of group structure

- SWX UK Ltd. has been deconsolidated in September 2009
- virt-x Subsidiary No1 Ltd. has been deconsolidated in December 2009
- virt-x SARL has been deconsolidated in June 2009
- Indexium AG has been founded in December 2009
- SIX SIS International AG has been founded in September 2009
- Netaccess has been sold in November 2009
- La Cote Bleue has been sold in September 2009
- Ecovision Finanzanalys AB has been merged in May 2009

² Change of group structure (continued)

- Ecovision Newmedia AB has been merged in May 2009
- Code Sense AB has been merged in May 2009
- Svensk Börsinformation AB has been merged in May 2009
- Six Holding AB has been merged in May 2009
- Ecovision Sverige AB has been merged in May 2009
- Nyhetsbyrån Ticker has been merged in May 2009
- CETREL SA has been acquired in February 2009
- CETREL Ré SA has been sold in July 2009
- C6 Ré has been acquired in February 2009
- FS-B S.à.r.l. has been acquired in February 2009
- FS-T S.à.r.l. has been acquired in February 2009
- SIX Card Solutions Austria GmbH has been acquired in September 2009
- SIX Austria Holding GmbH has been acquired in September 2009

³ Voting share

- Eurex Zürich AG has a voting share of 50%

⁴ Change in share capital

- SIX Pay SA realized a share capital increase of TEUR 800 in November 2009

4 Changes in non-consolidated participations, fixed and intangible assets

in CHF 1,000	Reporting year								
	Accumulated cost value at previous year end	Accumulated depreciation and value adjustment at previous year end	Net book value at previous year end	Changes in consolidation scope	Additions	Disposals, translation differences	Depreciation and value adjustment	Equity valuation	Net book value at year end
Non-consolidated participations									
accounted for by equity method	502,708	-22,007	480,701	-	145,705	-10,353	-	-38,493	577,560
accounted for at cost	1,599	-	1,599	-	105	-	-	-	1,704
Total non-consolidated participations	504,307	-22,007	482,300	-	145,810	-10,353	-	-38,493	579,264
Land and buildings									
for business activities	573,881	-380,174	193,707	27,504	12,499	-614	-14,123	-	218,972
Software	494,445	-377,797	116,649	3,266	69,234	151	-52,015	-	137,286
Financial leasing assets	1,059	-265	794	3,554	-	11	-1,113	-	3,246
Other fixed assets	352,141	-297,866	54,275	7,608	40,236	-875	-36,896	-	64,348
Total fixed assets	1,421,526	-1,056,101	365,425	41,931	121,969	-1,326	-104,147	-	423,852
Goodwill	319,683	-315,320	4,363	-	26,383	-	-5,747	-	24,999
Other intangible assets	8,378	-3,091	5,287	27,720	22,400	65	-8,439	-	47,032
Total intangible assets	328,061	-318,411	9,650	27,720	48,783	65	-14,186	-	72,031
in CHF 1,000						31.12.2009		31.12.2008	
Fire insurance value of buildings						385,078		315,838	
Fire insurance value of other fixed assets						395,650		386,981	
Commitments: future leasing instalments arising from operational leases						41,978		36,142	

5 Other assets and liabilities

in CHF 1,000	31.12.2009	31.12.2008 (restated*)
Receivables clearing and settlement (banks)	2,687,645	1,808,323
Receivables clearing and settlement (others)	263,354	207,257
Trade receivables	184,347	184,067
Activated benefits from pension funds	24,764	–
Positive replacement values	5,691	13,819
Inventory	4,404	5,072
Deferred tax assets	17,294	12,415
Indirect tax assets	11,996	12,686
Other assets up to 1 year	15,011	16,340
Other assets over 1 year	24,837	9,090
Total other assets	3,239,343	2,269,069
Liabilities clearing and settlement (banks)	2,782,500	1,899,886
Liabilities clearing and settlement (others)	776,604	271,380
Trade liabilities	95,342	68,635
Negative replacement values	6,446	11,379
Indirect tax liabilities	33,709	35,624
Other liabilities up to 1 year	21,471	9,895
Other liabilities over 1 year	19,930	8,263
Total other liabilities	3,736,001	2,305,062

* Restated: Adjustment to SORIE method for pension funds.

6 Pledged or assigned assets to secure own commitments and assets subject to reservation of title

in CHF 1,000	Book value of assets		Effective commitment	
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
Assets which are pledged	15,506	106,173	–	–
Assets which are subject to reservation of title	–	–	–	–

7 Advances and repurchase agreements with securities

in CHF 1,000	31.12.2009	31.12.2008
Book value of receivables from cash deposits in securities borrowing and reverse-repurchase agreements	1,334,771	917,042
Book value of obligations from cash deposits in securities lending and repurchase agreements	–	–
Book value of securities lent in connection with securities lending or delivered as collateral in connection with securities borrowing as well as securities transferred in connection with repurchase agreements at own disposal	1,515,349	1,117,216
of which with unlimited right to resell or pledge	1,515,349	1,011,661
Fair value of collateral in connection with securities lending or securities borrowed in connection with securities borrowing or received securities in connection with reverse-repurchase agreements, for which the right to sell or repledge is unlimited	1,515,349	1,011,661
Fair value of resold or repledged securities in this context	180,579	94,619

8 Retirement benefit plans and welfare funds

Actuarial assumptions – Switzerland

Switzerland	2009	2008
Discount factor	3.25%	3.50%
Interest rate for projected pension	3.25%	3.50%
Long-term return	4.00%	4.00%
Salary trend	2.00%	2.42%
Pension trend	0.25%	0.42%
Retirement age		
– Men	63/65	63/65
– Women	63/65	63/64

Probability of staff drawing at age:	2009 (LLP 2005)		2008 (LLP 2005)	
	Men	Women	Men	Women
20	22.5%	20.8%	22.5%	20.8%
25	18.4%	18.0%	18.4%	18.0%
30	12.7%	15.5%	12.7%	15.5%
35	9.3%	12.3%	9.3%	12.3%
40	6.9%	9.8%	6.9%	9.8%
45	5.6%	7.7%	5.6%	7.7%
50	4.1%	6.3%	4.1%	6.3%
55	3.0%	4.5%	3.0%	4.5%
60	1.6%	1.6%	1.6%	1.6%
65/64	0.0%	0.0%	0.0%	0.0%

Actuarial assumptions – France

France	2009	2008
Discount factor	5.00%	6.00%
Social charges	42.20–47.50%	42.20–47.50%
Salary trend	3.00–4.00%	3.00–4.00%
Inflation rate	2.00%	2.00%
Retirement age		
– Executives	62/64	62/64
– Non-Executives	60/62	60/62
Probability of staff drawing at age:	2009	2008
Less than 29 years	22.0%	22.0%
30–34 years	13.0%	13.0%
35–39 years	7.0%	7.0%
40–44 years	3.0%	3.0%
45–49 years	1.0%	1.0%
50 years and above	0.0%	0.0%

Actuarial assumptions – Austria

Austria	2009	2008
Discount factor	4.90%	–
Salary trend	3.70%	–
	2009	2008
Term of service	Probability of fluctuation	Probability of payment
0	9.4%	0.0%
1	7.8%	0.0%
2	5.0%	15.0%
3–4	6.2%	50.0%
5–9	5.0%	70.0%
10–14	5.0%	80.0%
15–20	3.6%	100.0%
from 21	0.0%	0.0%

Actuarial assumptions – Luxembourg

Luxembourg	2009	2008
Discount factor	5.00%	–
Expected return on assets	4.00%	–
Salary trend	3.25%	–
Increase of contribution ceiling	3.00%	–
Increase of salary index	2.50%	–
Retirement age		
– Men	65	–
– Women	65	–

Amount recognized in the balance sheet

in CHF 1,000	31.12.2009	31.12.2008
Present value of unfunded obligations	–7,039	–1,657
Present value of funded obligations	–908,465	–848,608
Total present value of obligations	–915,505	–850,265
Present value of net assets	943,994	826,587
Surplus/(deficit)	28,489	–23,678
Past service cost not recognized in the balance sheet	–11,091	–
Amount recognized in the balance sheet	17,398	–23,678
thereof activated benefits from pension funds	24,764	–
thereof provisions for pension funds	–7,366	–23,678

Breakdown of pension costs

in CHF 1,000	2009	2008
Current expenditure related to service years	40,536	34,754
Interest on present value of obligations	31,479	26,925
Expected net return on investments	–33,795	–36,166
Past service cost	–1,217	–
Pension costs included in personnel expenses	37,004	25,513

Actuarial gains and losses recognized in equity

in CHF 1,000	2009	2008
Cumulative amount at 1 January	115,122	–
Recognized during the period	–47,037	115,122
Cumulative amount at 31 December	68,085	115,122

Actual revenue from pension plan assets

in CHF 1,000	2009	2008
Expected net return on investments	33,795	36,166
Actuarial gains or (losses)	47,191	–142,956
Actual revenue	80,986	–106,790

Changes in the present value of the obligation

in CHF 1,000	2009	2008
Present value of obligation at 1 January	–850,265	–129,944
Interest on present value of obligations	–31,469	–26,923
Current expenditure related to service years	–40,536	–34,754
Employee contributions	–16,168	–17,622
Past service cost	12,308	–
Benefits paid	14,178	15,904
Business combination	–3,400	–677,649
Actuarial gains or (losses)	–153	20,724
Present value of obligation at 31 December	–915,505	–850,265

Changes in the present value of the net assets

in CHF 1,000	2009	2008
Present value of net assets at 1 January	826,587	153,959
Expected net return on investments	33,795	36,166
Employer contributions	33,544	44,757
Employee contributions	16,168	17,622
Benefits paid	-14,179	-15,904
Business combination	889	732,943
Actuarial gains or (losses)	47,190	-142,956
Present value of net assets at 31 December	943,995	826,587

Movements in amounts shown in balance sheet

in CHF 1,000	2009	2008
Pension (asset)/liability at 1 January	-23,678	16,902
Pension costs for the period	-37,003	-25,511
Employer contributions	33,544	44,757
Expense recognized in equity	47,037	-115,122
Effects of business combination	-2,501	55,297
Pension (asset)/liability at 31 December	17,398	-23,678
thereof activated benefits from pension funds	24,764	-
thereof provisions for pension funds	-7,366	-23,678

Attributable time value of pension plan assets per class

in CHF 1,000	2009	2008
Own shares	-	-
Third-party shares	263,788	208,310
Own bonds	-	1,884
Third-party bonds	459,411	453,869
Properties used by the Group	-	-
Properties not used by the Group	86,514	71,039
Other	134,281	91,485
Total pension plan assets	943,994	826,587

Experience adjustments

in CHF 1,000	2009	2008
Pension plan debts 31 December with assumption 1 January	-894,156	-869,329
Experience adjustments on defined benefit obligation (gain)/loss	-13,916	-
Estimated pension plan assets 31 December with assumption 1 January	895,845	969,543
Experience adjustments on plan assets gain/(loss)	47,190	-142,956

Best estimate of contributions of next year

in CHF 1,000	2009	2008
Employer contributions	32,101	27,571
Beneficiary contributions	21,816	17,541

9 Value adjustments and provisions

in CHF 1,000	Balance at end of previous year	Changes in consolidation scope	Usage conforming with purpose	Recoveries, overdue interest, translation differences	New provisions charged to income statement	Releases to income statement	Changes through equity	Balance at end of current year
Provisions for deferred tax	77,982	9,984	-	21	-	-10,520	5,360	82,827
Provisions for pension funds	23,678	2,910	-	-	3,446	-	-22,669	7,366
Value adjustments and provisions for default risks (collectibility and country risks)	10,478	207	-1,087	235	2,381	-2,717	-	9,498
Restructuring provision	8,713	8,277	-6,819	302	4,669	-1,984	-	13,157
Other provisions	34,502	-244	-8,167	205	6,762	-8,893	-	24,166
Total value adjustments and provisions	155,353	21,134	-16,073	763	17,259	-24,115	-17,308	137,014
Less value adjustments directly set off against assets	-10,478	-207	1,087	-235	-2,381	2,717	-	-9,498
Total value adjustments and provisions in liabilities	144,875	20,927	-14,986	528	14,878	-21,398	-17,308	127,516

The restructuring provision includes new provisions for the estimated restructuring costs of companies integrated into SIX Group during the past two years (personnel expenses due to restructuring, adjustments of existing IT systems etc.). The balance at end of previous year has been completely used or released to income statement during the business year. Other provisions include provisions for contractually agreed repair work on rented buildings, pending legal cases and product guarantees. All provisions are valued based on estimates of economic risk.

Impaired loans and receivables

in CHF 1,000	31.12.2009	31.12.2008
Total amount of debt (other assets)	9,429	10,565
Estimated liquidation value of collateral	–	–
Net amount of debt	9,429	10,565
Individual value adjustments	8,753	10,153

10 Company capital and shareholders with voting rights exceeding 5%

	31.12.2009			31.12.2008		
	Total nominal value (in CHF 1,000)	Number of shares (in CHF 1,000)	Capital with right to dividend (in CHF 1,000)	Total nominal value (in CHF 1,000)	Number of shares (in CHF 1,000)	Capital with right to dividend (in CHF 1,000)
Company capital						
Share capital	19,522	19,522	19,522	19,522	19,522	19,522
Total company capital	19,522		19,522	19,522		19,522
Authorized capital	–	–	–	–	–	–
Conditional capital	–	–	–	–	–	–

	31.12.2009			31.12.2008		
	Nominal value (in CHF 1,000)	Capital share (in %) ¹	Voting share (in %) ¹	Nominal value (in CHF 1,000)	Capital share (in %) ¹	Voting share (in %) ¹
Significant shareholders and groups of shareholders with pooled voting rights						
Direct owners of capital						
UBS AG, Zurich and Basel	3,380	17.9	17.9	3,380	17.9	17.9
Credit Suisse, Zurich ²	2,500	13.2	13.2	2,500	13.2	13.2

¹ Capital and voting share are calculated based on the number of total shares less treasury shares

² Includes indirect ownership of capital of Clariden Leu AG and Neue Aargauer Bank

**11 Aggregate amount of receivables from and payables to affiliated companies
as well as credits to governing bodies**

in CHF 1,000	31.12.2009	31.12.2008
Receivables from affiliated companies	7,393	4,142
Payables to affiliated companies	115,412	269,962
Credits to governing bodies	–	–

12 Analysis of assets and liabilities of SIX Securities Group

The following tables are based on the consolidated financial statements of the sub-group of SIX Securities Group AG (SIX Securities Group, former SIS Group), as this sub-group represents the main part of the banking and balance sheet business of SIX Group. Other companies of SIX Group are not included.

The consolidated financial statements of SIX Securities Group have been set up on separate accounting policies and valuation principles (for the following balance sheet of SIX Securities Group). This leads to inconsistencies between the allocation of accounts in the financial statements of SIX Group and SIX Securities Group (e.g. receivables from and liabilities to banks are allocated to other assets and liabilities in the financial statements of SIX Group and to due from banks in the financial statements of SIX Securities Group).

Balance sheet (SIX Securities Group)

in CHF 1,000	31.12.2009	31.12.2008
Assets		
Liquid funds	841,204	439,756
Due from banks	2,650,747	1,874,420
Due from customers	97,331	11,323
Securities and precious metals trading portfolio	3,350	5,456
Financial investments	1,071	2,669
Non-consolidated participations	6,253	5,111
Fixed assets	50,281	54,526
Accrued income and prepaid expenses	1,185	5,564
Other assets	104,174	18,311
Total assets	3,755,596	2,417,136

in CHF 1,000	31.12.2009	31.12.2008
Liabilities and equity		
Due to banks	2,782,429	1,899,885
Other due to clients	4,998	13,872
Accrued expenses and deferred income	22,508	38,179
Other liabilities	547,613	58,842
Value adjustments and provisions	50,181	54,678
Total liabilities	3,407,729	2,065,456
Share capital	26,000	26,000
General legal reserves	34,910	34,550
Retained earnings	262,004	235,605
Group net income	24,952	55,525
Total equity	347,866	351,680
Total liabilities and equity	3,755,596	2,417,136

Analysis of domestic and foreign assets and liabilities (SIX Securities Group)

in CHF 1,000	31.12.2009		31.12.2008	
	Domestic	Foreign	Domestic	Foreign
Assets				
Liquid funds	575	840,628	1,051	438,705
Due from banks	1,643,448	1,007,299	1,296,257	578,164
Due from customers	97,331	–	11,323	–
Securities and precious metals trading portfolio	3,350	–	5,456	–
Financial investments	1,071	–	1,071	1,599
Non-consolidated participations	3,074	3,179	3,089	2,023
Fixed assets	50,281	–	54,526	–
Accrued income and prepaid expenses	1,185	–	5,564	–
Other assets	104,174	–	18,311	–
Total assets	1,904,490	1,851,106	1,396,646	1,020,490
Liabilities				
Due to banks	1,927,438	854,992	1,195,800	704,085
Other due to clients	4,998	–	13,872	–
Accrued expenses and deferred income	22,508	–	38,179	–
Other liabilities	534,741	12,872	44,311	14,532
Value adjustments and provisions	50,181	–	54,678	–
Share capital	26,000	–	26,000	–
General legal reserves	–	–	34,550	–
Own shares	34,910	–	–	–
Retained earnings	262,004	–	235,605	–
Group net income	24,952	–	55,525	–
Total liabilities	2,887,732	867,864	1,698,519	718,617

Analysis of assets by country/groups of countries (SIX Securities Group)

in CHF 1,000	31.12.2009		31.12.2008	
	Absolute	% share	Absolute	% share
Europe	3,597,056	95.8	2,050,325	84.8
Switzerland	1,907,493	50.8	1,166,647	48.3
Eurozone	1,062,694	28.3	675,297	27.9
Great Britain	109,600	2.9	171,821	7.1
Others	517,269	13.8	36,560	1.5
North/Central America	51,723	1.4	226,473	9.4
USA	43	0.0	194,222	8.0
Others	51,681	1.4	32,251	1.3
South America	289	0.0	416	0.0
Argentina	289	0.0	416	0.0
Africa	3,407	0.1	13,889	0.6
South Africa	3,407	0.1	13,889	0.6
Asia	79,072	2.1	107,620	4.5
Japan	61,708	1.6	67,365	2.8
Hong Kong	8,260	0.2	2,572	0.1
Others	9,105	0.2	37,683	1.6
Australia	24,049	0.6	18,413	0.8
Australia	16,725	0.4	12,167	0.5
New Zealand	7,324	0.2	6,246	0.3
Total assets	3,755,596	100.0	2,417,136	100.0

Analysis of balance sheet by currency (SIX Securities Group)

in CHF 1,000	CHF	EUR	USD	GBP	Others	Total
Assets						
Liquid funds	575	840,628	–	–	–	841,204
Due from banks	1,267,023	82,485	480,458	99,793	720,990	2,650,747
Due from customers	97,331	–	–	–	–	97,331
Securities and precious metals trading portfolio	3,350	–	–	–	–	3,350
Financial investments	1,071	–	–	–	–	1,071
Non-consolidated participations	4,549	1,704	–	–	–	6,253
Fixed assets	50,281	–	–	–	–	50,281
Accrued income and prepaid expenses	1,185	–	–	–	–	1,185
Other assets	6,107	99	97,798	85	86	104,174
Total balance sheet assets	1,431,471	924,916	578,256	99,877	721,075	3,755,596
Delivery claims from spot exchange deals, forward exchange deals and currency options transactions	–	–	–	–	–	–
Total assets	1,431,471	924,916	578,256	99,877	721,075	3,755,596
Liabilities						
Due to banks	995,616	871,809	556,738	99,217	259,049	2,782,429
Other due to clients	4,998	–	1	–	–	4,998
Accrued expenses and deferred income	22,508	–	–	–	–	22,508
Other liabilities	12,469	51,313	20,845	1,048	461,937	547,613
Value adjustments and provisions	50,181	–	–	–	–	50,181
Share capital	26,000	–	–	–	–	26,000
General legal reserves	34,910	–	–	–	–	34,910
Retained earnings	262,004	–	–	–	–	262,004
Group net income	24,952	–	–	–	–	24,952
Total balance sheet liabilities	1,433,638	923,122	577,584	100,265	720,987	3,755,596
Delivery claims from spot exchange deals, forward exchange deals and currency options transactions	–	–	–	–	–	–
Total liabilities	1,433,638	923,122	577,584	100,265	720,987	3,755,596
Net position per currency	–2,167	1,794	672	–387	89	–
Net position previous year	–2,850	–1,501	–965	3,262	2,054	–

6.2 Information on the group off-balance sheet transactions

13 Contingent liabilities and irrevocable facilities granted

in CHF 1,000	31.12.2009	31.12.2008
Other contingent liabilities – unsecured	156,167	157,917
Total contingent liabilities	156,167	157,917
Payment commitments related to the deposit guarantee	12	22
Total irrevocable facilities granted	12	22

SIX Swiss Exchange AG has committed itself in a letter of comfort to providing Eurex Clearing AG, Frankfurt, with 15% of the financial resources it needs to fulfil its obligations as a clearing house. The commitment for events prior to 1 January 2005 is 20%. The commitment is limited to a maximum amount of EUR 105 million.

In compliance with the regulatory requirements of the Financial Services Authorities (FSA), SIX Swiss Exchange AG has committed itself to providing SWX Europe Holdings Ltd with sufficient financial resources at all times.

14 Derivative financial instruments

in CHF 1,000	Trading instruments			"Hedging" instruments		
	Positive replacement values	Negative replacement values	Notional amount	Positive replacement values	Negative replacement values	Notional amount
Interest rate swaps	–	161	18,740	–	–	–
Foreign exchange forward contracts	135	890	161,905	–	–	–
Equity instruments forward contracts	25,285	25,124	4,293,586	–	–	–
Total before netting agreements						
Current year	25,420	26,175	4,474,231	–	–	–
Previous year	40,066	37,626	3,742,793	–	–	–
				Positive replacement values	Negative replacement values	
Total after netting agreements						
Current year				5,691		6,446
Previous year				13,819		11,379

15 Fiduciary transactions

in CHF 1,000	31.12.2009	31.12.2008
Fiduciary deposits with third-party banks	639	816
Total fiduciary transactions	639	816

6.3 Information on the group income statement

16 Net commission and other services business income

in CHF 1,000	2009	2008
Commission revenues	266,224	284,859
Transaction processing income	241,579	203,404
Trading fee income	292,622	418,345
Admission and license fees	49,906	52,066
Deposit and administration fees	115,730	101,332
Total commission income	966,061	1,060,006
Deposit and administration fees paid	-58,314	-56,434
Commission and other fees expenses	-161,941	-169,462
Telecommunication, office and administration services paid to third parties	-81,683	-82,261
Total commission expenses	-301,937	-308,157
Exchange information and financial services	438,656	449,192
Card services	44,079	31,799
Total income from other services business	482,735	480,992
Information and data procurement	-47,183	-46,292
Total expenses for other services business	-47,183	-46,292
Total net commission and other services business income	1,099,676	1,186,549

17 Net trading income

in CHF 1,000	2009	2008
Net securities income	35,930	1,864
Net foreign exchange income	2,164	-16,227
Total net trading income	38,094	-14,363

18 Other ordinary income

in CHF 1,000	2009	2008
Terminal sale and rental income	41,540	36,011
Projects, development and other market services income	22,356	4,479
Corporate services income	25,953	22,212
IT and facility infrastructure services income	12,875	9,338
Other ordinary income	27,739	45,177
Total other ordinary income	130,464	117,217

19 Personnel expenses

in CHF 1,000	2009	2008
Salaries: attendance fees and retainers to governing bodies, salaries and benefits	-434,024	-418,278
Social costs	-94,321	-78,225
Other personnel expenses	-24,654	-29,206
Total personnel expenses	-553,000	-525,709

20 Other operating expenses

in CHF 1,000	2009	2008
Facility expenses	-42,089	-43,257
IT, machinery, furniture and other operational equipment	-26,058	-25,241
Advertising and marketing expenses	-17,912	-18,388
Consulting, fees and other services	-131,034	-113,050
Expenses for inventory	-13,053	-14,518
Indirect taxes	-9,367	-8,556
Other fees	-33,889	-41,091
Other operational expenses	-48,816	-40,829
Total other operating expenses	-322,218	-304,930

21 Operating income and expenses divided into domestic and foreign

in CHF 1,000	2009		2008	
	Domestic	Foreign	Domestic	Foreign
Interest income	10,190	520	61,615	2,137
Interest expenses	-2,199	-220	-22,149	-154
Net interest income	7,991	300	39,466	1,983
Commission income	865,943	100,118	886,923	173,083
Commission expenses	-281,636	-20,302	-294,035	-14,122
Income from other services business	228,032	254,703	223,107	257,885
Expenses for other services business	-26,405	-20,778	-20,933	-25,359
Net commission and other services business income	785,934	313,742	795,062	391,487
Net trading income	37,218	876	-15,433	1,070
Income from non-consolidated participations	-20,425	4	26,178	-
Other ordinary income	95,900	34,563	111,346	5,871
Other ordinary expenses	-1,908	-1,311	-5,648	-3,508
Net other income	73,568	33,257	131,876	2,363
Operating income	904,710	348,175	950,971	396,903
Personnel expenses	-399,156	-153,844	-392,099	-133,610
Other operating expenses	-246,051	-76,167	-236,351	-68,579
Operating expenses	-645,206	-230,011	-628,450	-202,189
Gross income	259,504	118,163	322,521	194,714

22 Extraordinary income and expenses

in CHF 1,000	2009	2008
Gains from disposals of fixed and intangible assets	214	34
Gains from disposals of fully consolidated participations	5,998	–
Total extraordinary income	6,212	34
Losses from disposals of fixed and intangible assets	–1,228	–544
Total extraordinary expenses	–1,228	–544

23 Taxes

in CHF 1,000	2009	2008
Expenses for current income and capital taxes	62,137	97,998
Net allocations to provisions for deferred taxes	–18,326	2,901
Total taxes	43,810	100,899
Recognized deferred tax benefits on losses carried forward	4,304	3,891
Non-recognized deferred tax benefits on losses carried forward	36,561	1,130

24 Income from and expenses to related parties

Significant income from and expenses to non-consolidated participations, qualified shareholders and affiliated companies are listed below. All transactions have been conducted at prevailing market prices.

Transactions with non-consolidated participations

in CHF 1,000	2009	2008
Commission income	158,567	211,724
Income from other services business	1,249	578
Other ordinary income	26,004	14,844
Total income from non-consolidated participations	185,819	227,146
Commission expenses	–54,050	–51,840
Other operating expenses	–91	–1,528
Total expenses to non-consolidated participations	–54,141	–53,368

Transactions with qualified shareholders and affiliated companies

in CHF 1,000	2009	2008
Interest income	1,013	3,909
Commission income	135,317	158,827
Income from other services business	46,534	48,091
Net trading income	–	–2,772
Other ordinary income	1,561	2,850
Total income from qualified shareholders and affiliated companies	184,425	210,905
Interest expenses	–1,446	–
Commission expenses	–52,041	–116,116
Other ordinary expenses	–1,218	–8,151
Other operating expenses	–911	–
Total expenses to qualified shareholders and affiliated companies	–55,616	–124,267

6.4 Additional information according to requirements of the fourth and the seventh EU directive

The consolidated financial statements of Telekurs (France) SAS including its subsidiaries (Telekurs France Group) and the consolidated financial statements of Telekurs Sweden AB including its subsidiaries (Telekurs Sweden Group) are integrated into the consolidated financial statements of SIX Group following the accounting policies and valuation principles of SIX Group.

For Telekurs France Group and Telekurs Sweden Group, no separate consolidated financial statements will be published. Therefore, following the fourth and the seventh directive of the European Union (EU), additional consolidated information about Telekurs France Group and Telekurs Sweden Group are summarized below:

Telekurs France Group

in CHF 1,000	2009	2008
Total fixed assets	18,805	19,091
Operating income	97,165	116,430
Net income	16,487	9,920
Total equity	57,269	58,085
Number of personnel (full-time equivalents)	460	500

Telekurs Sweden Group

in CHF 1,000	2009	2008
Total fixed assets	2,444	1,723
Operating income	23,963	22,518
Net income	1,906	818
Total equity	16,546	12,215
Number of personnel (full-time equivalents)	134	117

7. Report of the group auditor

To the General Meeting of SIX Group AG, Zurich
Zurich, 5 March 2010

Report of the statutory auditor on the consolidated financial statements

As statutory auditor, we have audited the accompanying consolidated financial statements of SIX Group AG, which comprise the balance sheet, income statement, cash flow statement and notes for the year ended 31 December 2009.

Board of Directors' responsibility

The Board of Directors is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Swiss law. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements for the year ended 31 December 2009 give a true and fair view of the financial position, the results of operations and the cash flows in accordance with Swiss banking law and comply with Swiss law.

Report on other legal requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (article 728 CO and article 11 AOA) and that there are no circumstances incompatible with our independence.

In accordance with article 728a paragraph 1 item 3 CO and Swiss Auditing Standard 890, we confirm that an internal control system exists, which has been designed for the preparation of consolidated financial statements according to the instructions of the Board of Directors.

We recommend that the consolidated financial statements submitted to you be approved.

Ernst & Young Ltd

Thomas Schneider
Licensed audit expert
(Auditor in charge)

Iqbal Khan
Licensed audit expert

Financial Statements of SIX Group AG 2009

1. Balance sheet

in CHF 1,000	31.12.2009	31.12.2008
Assets		
Liquid funds ¹	188,189	136,117
Securities Trading portfolio	373,863	185,540
Receivables – Group	177,773	1,498
Receivables – third parties	1,570	8,637
Accrued income and prepaid expenses	2,029	1,847
Total current assets	743,424	333,638
Loans – Group	277,088	219,590
Intangible assets	5,264	148
Participations	994,102	810,609
Total non-current assets	1,276,454	1,030,347
Total assets	2,019,877	1,363,985
Liabilities and equity		
Liabilities – Group	547,519	8,486
Liabilities – shareholders	13	607
Liabilities – third parties	1,128	–
Accrued expenses and deferred income	4,528	2,325
Total liabilities	553,188	11,417
Share capital	19,522	19,522
General legal reserve	783,825	783,825
Reserve for treasury shares	23,348	23,348
Retained earnings	422,406	334,940
Net income	217,587	190,932
Total equity	1,466,689	1,352,568
Total liabilities and equity	2,019,877	1,363,985

¹ Cash and cash equivalents contain positions at shareholder banks as well.

2. Income statement

in CHF 1,000	2009	2008
Income from participations	199,310	196,805
Interest income	18,865	18,933
Securities Trading income	28,354	–
Exchange gains	577	–
Other income	4,957	–
Extraordinary income	97	–
Total income	252,159	215,737
Internal services	–16,972	–8,163
Interest expenses	–283	–95
Securities Trading expenses	–13,882	–14,482
Exchange losses	–409	–1,799
Other financial expenses	–1,165	–110
Total expenses	–32,711	–24,649
Net income before taxes	219,448	191,088
Taxes	–1,861	–156
Net income	217,587	190,932

3. Notes to the financial statements

Equity statement

in CHF 1,000	Share capital	General legal reserve	Reserves for treasury shares	Retained earnings	Total
1 January 2009	19,522	783,825	23,348	525,873	1,352,568
Allocation to reserves for treasury shares					–
Dividend payments				–103,466	–103,466
Net income				217,587	217,587
31 December 2009	19,522	783,825	23,348	639,994	1,466,689
1 January 2008	10,000	249,077	–	440,354	699,431
Increase of share capital	9,522	534,748			544,270
Merger with SWX Swiss Exchange Association (former SWX Group)				–8,265	–8,265
Allocation to reserves for treasury shares			23,348	–23,348	–
Dividend payments				–73,800	–73,800
Net income				190,932	190,932
31 December 2008	19,522	783,825	23,348	525,873	1,352,568

Treasury shares

in CHF 1,000	31.12.2009		31.12.2008	
	Number	Book value (in CHF 1,000)	Number	Book value (in CHF 1,000)
Held directly	10	–	10	–
Held by subsidiaries	607,854	23,348	607,854	23,348

Allocation of retained earnings (Board of Directors' proposal)

in CHF 1,000	2009	2008
Profit carried forward from previous year	422,407	366,554
Merger with SWX Swiss Exchange Association (former owner of SWX Group)		–8,265
Allocation to reserves for treasury shares		–23,348
Net income	217,587	190,932
Profit as at 1 December (before dividend)	639,994	525,873
Dividend CHF 4.35 per registered share of CHF 1 nominal value (previous year CHF 5.30)	–84,920	–103,466
Profit carried forward to the following year	555,074	422,407

Participations

in CHF 1,000	Share capital in 1,000	Share in % 31.12.2009	Share in % 31.12.2008
Telekurs Holding AG, Zurich	CHF 45,000	100.0	100.0
SIX Securities Group AG, Zurich	CHF 26,000	100.0	100.0
SIX Swiss Exchange AG, Zurich	CHF 10,000	100.0	100.0
SIX Exfeed AG, Zurich	CHF 1,100	100.0	100.0
SIX Management AG, Zurich	CHF 100	100.0	100.0
SIX Swiss Infrastructure & Exchange AG, Zug	CHF 100	100.0	100.0
SIX Pay SA, Luxembourg	EUR 1,000	100.0	100.0
Indexium AG, Zurich	CHF 100	50.1	–
CETREL SA, Luxembourg	EUR 4,713	50.0	–
STOXX AG, Zurich	CHF 1,000	49.9	33.3
Scoach Holding SA, Luxembourg ¹	EUR 100	0.0	49.9

¹ Contribution into SIX Swiss Exchange AG, Zurich.

Pledged or assigned assets to secure own commitments and assets subject to reservation of title

in CHF 1,000	31.12.2009	31.12.2008
Assets which are pledged (liquid funds)	15,462	–

Off-balance sheet transactions

Contingent liabilities

in CHF 1,000	31.12.2009	31.12.2008
Guarantees and other contingent liabilities (in favor of participations)	100,000	1,404
Guarantees and other contingent liabilities (in favor of third parties)	p.m.	–
Joint liability from consolidated value-added tax filing status	p.m.	p.m.

Derivative financial instruments

in CHF 1,000	31.12.2009	31.12.2008
Foreign exchange forward contract		
Notional amounts	161,905	22,344
Positive (or negative) replacement values, net	–755	–35
Of which already recognized in the balance sheet	–755	–

Risk assessment

Information about the execution of a risk assessment is contained in the notes to the consolidated financial statements.

4. Report of the statutory auditor

To the General Meeting of SIX Group AG, Zurich
Zurich, 5 March 2010

Report of the statutory auditor on the financial statements

As statutory auditor, we have audited the accompanying financial statements of SIX Group AG, which comprise the balance sheet, income statement and notes for the year ended 31 December 2009.

Board of Directors' responsibility

The Board of Directors is responsible for the preparation of the financial statements in accordance with the requirements of Swiss law and the company's articles of incorporation. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements for the year ended 31 December 2009 comply with Swiss law and the company's articles of incorporation.

Report on other legal requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (article 728 CO) and that there are no circumstances incompatible with our independence.

In accordance with article 728a paragraph 1 item 3 CO and Swiss Auditing Standard 890, we confirm that an internal control system exists, which has been designed for the preparation of financial statements according to the instructions of the Board of Directors.

We further confirm that the proposed appropriation of available earnings complies with Swiss law and the company's articles of incorporation. We recommend that the financial statements submitted to you be approved.

Ernst & Young Ltd

Thomas Schneider
Licensed audit expert
(Auditor in charge)

Iqbal Khan
Licensed audit expert

SIX Group Ltd
Selnaustrasse 30
P.O. Box 1758
8021 Zurich

www.six-group.com