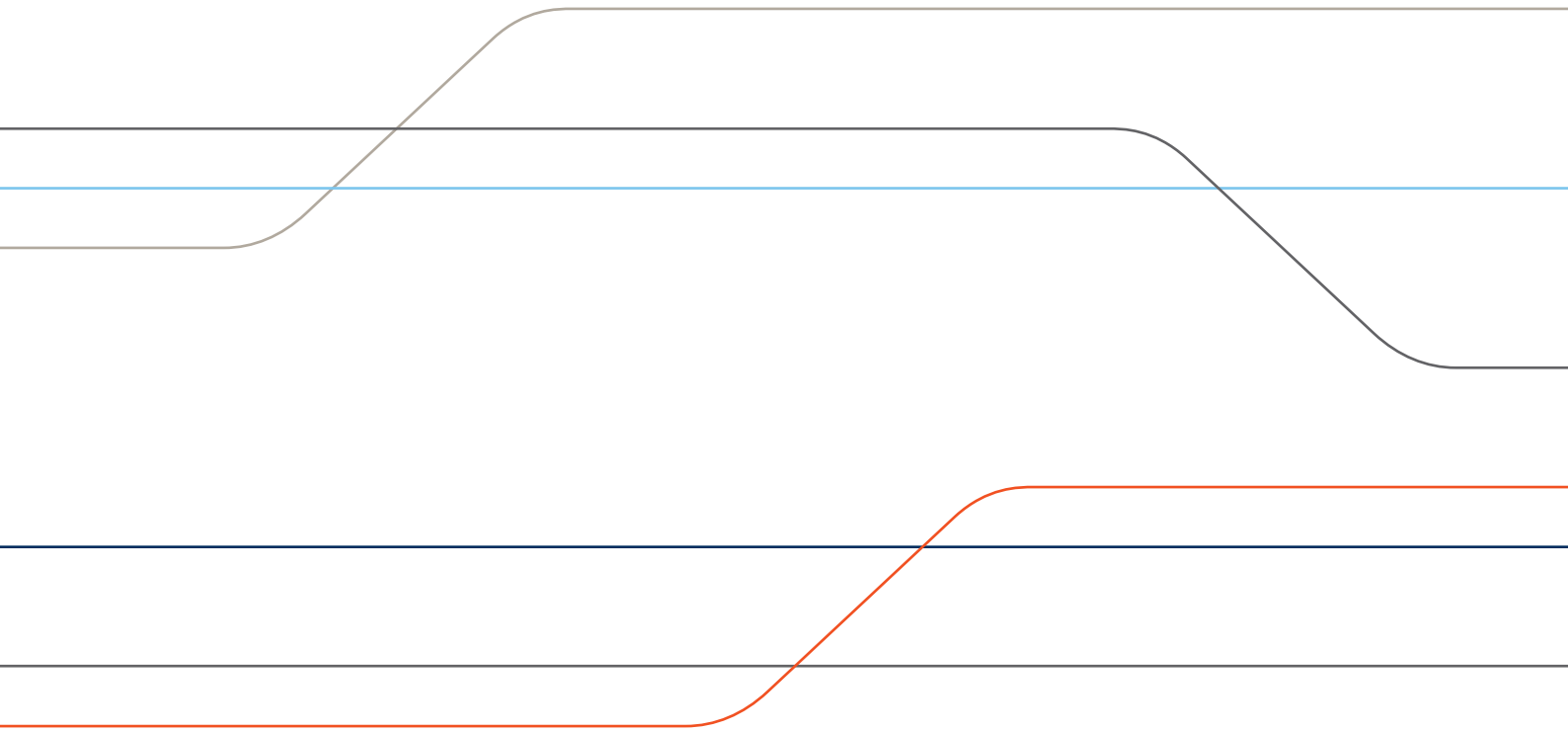




# Interim Condensed Consolidated Financial Statements 2016

30 June



# Key figures

CHF million	For the six months ended 30 June	
	2016	2015
Total operating income	913.3	887.5
Total operating expenses	-746.9	-741.0
Share of profit of associates	1.5	14.1
Net financial result	5.0	-2.9
Earnings before interest and tax (EBIT)	172.9	157.7
Group net profit	134.9	127.5

CHF million	30/06/2016	31/12/2015
Total assets	12,691.2	8,755.8
Total liabilities	10,324.5	6,310.6
Total equity	2,366.7	2,445.3

CHF million	For the six months ended 30 June	
	2016	2015
Cash flow from operating activities	1,582.2	-984.2
Cash flow from investing activities	-3.7	-53.6
Cash flow from financing activities	-157.3	-151.9

Workforce (full-time equivalents)	30/06/2016	31/12/2015
Total SIX	3,821.7	3,858.2

Ratios	For the six months ended 30 June	
	2016	2015
Earnings per share (in CHF)	7.13	6.67
EBIT margin (in %)	18.9	17.8
Return on equity (in %, average <sup>1</sup> )	15.7	11.4
Equity ratio <sup>2</sup> (in %, average <sup>1</sup> )	77.6	73.8

<sup>1</sup> Average balance sheet items in the reporting period.

<sup>2</sup> Total equity/(total adjusted liabilities + total equity); total adjusted liabilities (2016: CHF 696.1 million/2015: CHF 793.4 million) equal total average liabilities (2016: CHF 8,317.5 million/2015: CHF 7,209.1 million) less average payables from clearing & settlement (2016: CHF 7,496.7 million/2015: CHF 6,305.3 million) less average negative replacement values from clearing & settlement (2016: CHF 124.7 million/2015: CHF 110.3 million).

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# Mid-year report of SIX as at 30 June 2016

## SIX achieves good results in the first half of 2016

- Operating income in the first half of 2016 grows by 2.9% to CHF 913.3 million
- Earnings before interest and tax (EBIT) up 9.6% to CHF 172.9 million
- Group net profit amounts to CHF 134.9 million (+5.8%)
- Successful implementation of strategy in the first half of 2016

Given the challenging economic environment, SIX can look back on a good first half of 2016. Compared to last year, operating income, EBIT and Group net profit all rose. This improvement was partly the result of extraordinary proceeds from the sale of real estate but was also driven by the successful implementation of strategy. Turnover increased in all business areas except Swiss Exchange. In combination with ongoing cost discipline, this made for a further improvement in profitability. The diversified business model, which makes the company less dependent on specific business areas and markets, enabled a good result to be recorded despite the weak securities business.

## Performance of the business areas

Operating income in the **Swiss Exchange** business area fell by 13.5% to CHF 95.5 million. At the same time, EBIT shrank by 38.5% to CHF 34.3 million. This sharp decline was attributable to structural changes (no contribution to results from the STOXX Ltd company sold in 2015). In addition, in the same period last year this business area benefited from livelier trading following the SNB's discontinuation of the minimum exchange rate against the euro in January 2015. The number of stock exchange trades fell by 3.6%, with trading turnover down by 8.7%. At 64.2%, the average market share in trading with Swiss blue chip stock was down on the previous year's level (68.9%).

The **Securities Services** business area achieved the strongest growth of all the business areas in the first half of the year. However, this increase was mainly attributable to the sale of real estate on Brandschenkestrasse in Zurich. Operating income was below last year's level at CHF 5.1 million (–2.9%). After deducting the gain from the real estate sale (CHF 26.0 million), EBIT was down on last year.

In the **Financial Information** business area, operating income rose 5.2% to CHF 201.5 million, while EBIT increased 7.2% to CHF 24.9 million. This was all the more gratifying because practically all product groups improved, with the positive performance of the reference data business in the UK and US markets making a particularly strong contribution to the result.

With margin improvements and volume growth, the **Payment Services** business area recorded slightly higher operating income of CHF 424.1 million (+1.0%). However, profitability increased significantly. EBIT rose by 23.8% to CHF 46.0 million. Acquiring transactions posted 14.7% growth, while processing transactions grew by 9.0%.

# Interim consolidated income statement

CHF million	Notes*	For the six months ended 30 June	
		2016	2015
Commission revenues		334.0	343.9
Transaction revenues		198.7	204.3
Service revenues		311.1	300.5
Net interest income from banking business		6.9	5.2
Other operating income		62.5	33.5
<b>Total operating income</b>		<b>913.3</b>	<b>887.5</b>
Personnel expenses		-309.7	-299.8
Other operating expenses		-397.7	-401.1
Depreciation, amortization and impairment		-39.6	-40.2
<b>Total operating expenses</b>		<b>-746.9</b>	<b>-741.0</b>
<b>Operating profit</b>		<b>166.4</b>	<b>146.5</b>
Share of profit of associates		1.5	14.1
Financial income		33.0	78.6
Financial expenses		-28.0	-81.5
<b>Earnings before interest and tax (EBIT)</b>		<b>172.9</b>	<b>157.7</b>
Interest income		2.3	5.2
Interest expenses		-3.6	-3.1
<b>Earnings before tax (EBT)</b>		<b>171.5</b>	<b>159.8</b>
Income tax expenses	6	-36.7	-32.3
<b>Group net profit</b>		<b>134.9</b>	<b>127.5</b>
<i>of which attributable to shareholders of SIX Group Ltd</i>		<i>134.8</i>	<i>126.2</i>
<i>of which attributable to non-controlling interests</i>		<i>0.1</i>	<i>1.3</i>
<b>Earnings per share (CHF)</b>			
Basic profit for the period attributable to shareholders of SIX Group Ltd		7.13	6.67
Diluted profit for the period attributable to shareholders of SIX Group Ltd		7.13	6.67

\* The accompanying notes are an integral part of the interim consolidated financial statements.

# Interim consolidated statement of comprehensive income

CHF million	For the six months ended 30 June	
	2016	2015
<b>Group net profit</b>	<b>134.9</b>	<b>127.5</b>
Change in actuarial gains/(losses) on defined benefit plans recognized in the reporting period	-107.0	23.3
Income taxes on changes in actuarial gains/(losses) on defined benefit plans	23.0	-5.0
<b>Change in actuarial gains/(losses) on defined benefit plans, net of tax</b>	<b>-84.0</b>	<b>18.3</b>
Change in fair value of equity instruments measured through other comprehensive income	35.9	-
Income taxes on change in fair value of equity instruments measured through other comprehensive income	-7.7	-
<b>Change in fair value of equity instruments measured through other comprehensive income, net of tax</b>	<b>28.2</b>	<b>-</b>
Change in fair value of fair value hedges measured through other comprehensive income	-0.8	-
Income taxes on change in fair value of fair value hedges measured through other comprehensive income	0.2	-
<b>Change in fair value of fair value hedges measured through other comprehensive income, net of tax</b>	<b>-0.6</b>	<b>-</b>
<b>Total items that will not be reclassified to profit or loss</b>	<b>-56.4</b>	<b>18.3</b>
Translation adjustment recognized in the reporting period (incl. share of associates)	0.5	-29.3
Cumulated translation adjustments reclassified to the income statement	-0.2	-
<b>Currency translation adjustment</b>	<b>0.3</b>	<b>-29.3</b>
<b>Total items that are or may be subsequently reclassified to profit or loss</b>	<b>0.3</b>	<b>-29.3</b>
<b>Total other comprehensive income, net of tax</b>	<b>-56.2</b>	<b>-11.0</b>
<b>Total comprehensive income for the period</b>	<b>78.7</b>	<b>116.5</b>
<i>of which attributable to shareholders of SIX Group Ltd</i>	<i>78.6</i>	<i>115.3</i>
<i>of which attributable to non-controlling interests</i>	<i>0.1</i>	<i>1.2</i>

The accompanying notes are an integral part of the interim consolidated financial statements.

# Interim consolidated balance sheet

CHF million	Notes*	30/06/2016	31/12/2015
<b>Assets</b>			
Cash and cash equivalents	7	5,646.3	4,208.4
Trade and other receivables	8	430.8	409.2
Receivables from clearing & settlement	9	4,317.7	2,660.1
Financial assets	10	1,457.0	758.1
Inventories		16.0	11.2
Current income tax receivables		20.5	2.0
Other current assets		131.1	61.0
Disposal groups and assets held for sale	13	2.9	21.4
<b>Current assets</b>		<b>12,022.4</b>	<b>8,131.4</b>
Property, plant and equipment	11	232.9	233.3
Intangible assets	12	176.9	181.9
Investments in associates		21.5	20.7
Financial assets	10	195.6	151.3
Other non-current assets		4.0	17.7
Deferred tax assets		37.7	19.4
<b>Non-current assets</b>		<b>668.8</b>	<b>624.4</b>
<b>Total assets</b>		<b>12,691.2</b>	<b>8,755.8</b>
<b>Liabilities</b>			
Bank overdrafts	10	0.0	0.0
Trade and other payables	10	143.5	139.6
Payables from clearing & settlement	9	9,370.9	5,622.4
Financial liabilities	10	188.5	66.1
Provisions		18.2	15.2
Current income tax payables		23.8	35.4
Other current liabilities		300.7	241.7
Liabilities directly associated with disposal groups held for sale	13	1.6	10.6
<b>Current liabilities</b>		<b>10,047.3</b>	<b>6,131.0</b>
Provisions		20.5	23.4
Other non-current liabilities		237.5	117.2
Deferred tax liabilities		19.2	38.9
<b>Non-current liabilities</b>		<b>277.2</b>	<b>179.6</b>
<b>Total liabilities</b>		<b>10,324.5</b>	<b>6,310.6</b>
<b>Equity</b>			
Share capital		19.5	19.5
Capital reserves		234.1	234.1
Other reserves		-47.4	-47.7
Retained earnings		2,151.5	2,229.8
<b>Shareholders' equity</b>		<b>2,357.7</b>	<b>2,435.7</b>
Non-controlling interests		9.0	9.5
<b>Total equity</b>		<b>2,366.7</b>	<b>2,445.3</b>
<b>Total liabilities and equity</b>		<b>12,691.2</b>	<b>8,755.8</b>

\*The accompanying notes are an integral part of the interim consolidated financial statements.

# Interim consolidated statement of changes in equity

CHF million	Share capital	Capital reserves	Other reserves
<b>Balance at 1 January 2016</b>	<b>19.5</b>	<b>234.1</b>	<b>-47.7</b>
Group net profit			
Total other comprehensive income			0.3
<b>Total comprehensive income for the year</b>			<b>0.3</b>
Dividends paid			
<b>Distributions</b>			
Acquisition of non-controlling interests			
Changes in ownership interests in subsidiaries			
<b>Balance at 30 June 2016</b>	<b>19.5</b>	<b>234.1</b>	<b>-47.4</b>

CHF million	Share capital	Capital reserves	Other reserves
<b>Balance at 1 January 2015</b>	<b>19.5</b>	<b>385.4</b>	<b>-26.4</b>
Group net profit			
Total other comprehensive income			-29.2
<b>Total comprehensive income for the year</b>			<b>-29.2</b>
Dividends paid		-151.3	
<b>Distributions</b>		<b>-151.3</b>	
<b>Balance at 30 June 2015</b>	<b>19.5</b>	<b>234.1</b>	<b>-55.6</b>

The accompanying notes are an integral part of the interim consolidated financial statements.



Other reserves		Retained earnings	Total	Non-controlling interests	Total equity
Treasury shares	Translation reserves				
-23.3	-24.3	<b>2,229.8</b>	<b>2,435.7</b>	<b>9.5</b>	<b>2,445.3</b>
		134.8	134.8	0.1	134.9
	0.3	-56.4	-56.2	0.0	-56.2
	0.3	<b>78.4</b>	<b>78.6</b>	<b>0.1</b>	<b>78.7</b>
		-156.0	-156.0	-0.6	-156.7
		<b>-156.0</b>	<b>-156.0</b>	<b>-0.6</b>	<b>-156.7</b>
		-0.6	-0.6	0.0	-0.6
		<b>-0.6</b>	<b>-0.6</b>	<b>0.0</b>	<b>-0.6</b>
-23.3	-24.1	<b>2,151.5</b>	<b>2,357.7</b>	<b>9.0</b>	<b>2,366.7</b>

Other reserves		Retained earnings	Total	Non-controlling interests	Total equity
Treasury shares	Translation reserves				
-23.3	-3.1	<b>1,871.2</b>	<b>2,249.7</b>	<b>7.0</b>	<b>2,256.8</b>
		126.2	126.2	1.3	127.5
	-29.2	18.3	-10.9	-0.1	-11.0
	-29.2	<b>144.5</b>	<b>115.3</b>	<b>1.2</b>	<b>116.5</b>
			-151.3	-0.6	-151.9
			<b>-151.3</b>	<b>-0.6</b>	<b>-151.9</b>
-23.3	-32.3	<b>2,015.7</b>	<b>2,213.7</b>	<b>7.6</b>	<b>2,221.3</b>

# Interim consolidated statement of cash flows

CHF million	Notes*	For the six months ended 30 June	
		2016	2015
Group net profit (incl. non-controlling interests)		134.9	127.5
Adjustments for:			
Depreciation, amortization and impairment		39.6	40.2
Increase/(decrease) in provisions		-0.4	-2.4
Increase/(decrease) in pension fund assets and liabilities		9.9	6.7
Share of profit of associates		-1.5	-14.1
Net financial result		-21.8	36.8
(Gain)/loss on sale of property, plant, equipment and intangible assets	11, 13	-25.5	1.3
Income tax expense	6	36.7	32.3
Changes in:			
Inventories		-4.8	3.0
Trade and other receivables		-18.8	-32.1
Trade and other payables		4.2	7.9
Receivables from clearing & settlement		-1,655.6	-555.1
Payables from clearing & settlement		3,746.1	-555.5
Current financial assets		-684.9	-100.0
Current financial liabilities		121.7	60.1
Other current assets		-70.5	-24.2
Other current liabilities		61.3	34.9
Interest paid		-3.6	-0.9
Interest received		2.2	5.0
Income tax (paid)/received		-86.8	-55.7
<b>Net cash flow from/(used in) operating activities</b>		<b>1,582.2</b>	<b>-984.2</b>
Disposal of subsidiaries and associates		-2.3	-
Purchase of property, plant, equipment and intangible assets		-34.6	-52.7
Sale proceeds from property, plant, equipment and intangible assets		31.0	0.2
Investment in non-current financial assets		-4.7	-15.4
Divestment of non-current financial assets		-	0.2
Investments in other non-current assets		-0.1	-9.8
Divestments in other non-current assets		0.1	0.3
Dividends received		7.0	23.6
<b>Net cash flow from/(used in) investing activities</b>		<b>-3.7</b>	<b>-53.6</b>
Acquisition of non-controlling interests		-0.6	-
Dividends paid to shareholders of the parent company	14	-156.0	-151.3
Dividends paid to non-controlling interests		-0.6	-0.6
<b>Net cash flow from/(used in) financing activities</b>		<b>-157.3</b>	<b>-151.9</b>
Net impact of foreign exchange rate differences on cash		11.9	-20.0
<b>Net change in cash and cash equivalents</b>		<b>1,433.1</b>	<b>-1,209.7</b>
<b>Balances of cash and cash equivalents</b>			
Cash and cash equivalents at 1 January	7	4,213.4	5,068.0
Cash and cash equivalents at 30 June	7	5,646.5	3,858.3

\* The accompanying notes are an integral part of the interim consolidated financial statements.

# Notes to the interim consolidated financial statements

## 1. General information

SIX provides a comprehensive range of services in the areas of securities trading and post-trading, financial information processing and cashless payment transactions.

SIX Group Ltd is an unlisted public limited company domiciled in Switzerland with its registered office in Zurich, at Selnaustrasse 30. The company is owned by approximately 130 national and international financial institutions.

The interim condensed consolidated financial statements of SIX as at and for the six months ended 30 June 2016 comprise SIX Group Ltd (the "Company"), which is the parent company, and its subsidiaries as well as SIX's interests in associates (together referred as the "Group" or "SIX").

## 2. Basis of preparation and changes to the Group's accounting policies

### Basis of preparation

The unaudited interim consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and do not include all the information required for full annual consolidated financial statements. Accordingly, these interim financial statements of the Group are regarded as condensed and should therefore be read in conjunction with the consolidated annual financial statements as at 31 December 2015. Selected explanatory notes are included to explain events and transactions that are significant to understanding the changes in the Group's financial position and performance since the last annual consolidated financial statements as at and for the year ended 31 December 2015.

### Foreign currency translation

The main exchange rates at the closing dates were the following:

Currency	30/06/2016	31/12/2015
EUR	1.0876	1.0821
GBP	1.3133	1.4671
USD	0.9805	0.9899
SEK	11.5514	11.7690

The main average exchange rates were the following:

Currency	For the six months ended 30 June	
	2016	2015
EUR	1.0961	1.0573
GBP	1.4083	1.4432
USD	0.9826	0.9477
SEK	11.7840	11.3112

### Changes to the Group's accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2015, except for the following amendment:

#### Fair value hedge of FVtOCI equity instruments

SIX may decide to hedge the fair value or a portion of the fair value of fair value through other comprehensive income (FVtOCI) equity instruments. In this case, the effective and ineffective portion of the changes in fair value of the derivatives that are designated and qualify as hedging instrument are recognized in other comprehensive income. The cumulative changes of the fair value remain in equity and will not be reclassified to profit or loss. See note 10 for the impact of this new policy on these interim condensed consolidated financial statements.

### New standards, interpretations and amendments adopted by the Group

New standards and amendments adopted as at 1 January 2016:

- Equity Method in Separate Financial Statements (Amendments to IAS 27)
- IFRS 14 Regulatory Deferral Accounts
- Accounting for Acquisitions of Interests in Joint Operations (Amendments to IFRS 11)
- Clarification of Acceptable Methods of Depreciation and Amortization (Amendments to IAS 16 and IAS 38)
- Agriculture: Bearer Plants (Amendments to IAS 16 and IAS 41)
- Investment Entities: Applying the Consolidation Exception (Amendments to IFRS 10, IFRS 12 and IAS 28)
- Disclosure Initiative: Amendments to IAS 1

The adoption of the standards and amendments has no impact on the interim condensed consolidated financial statements of the Group as at 30 June 2016.

### New IFRS standards and amendments that have been issued but not yet applied

The following new and/or revised standards and interpretations have been issued, but are not yet effective. They have not been applied early in these interim condensed consolidated financial statements.

Standard/interpretation	Effective date	Date planned for adoption by SIX
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	A date to be determined by the IASB	To be determined by SIX
Recognition of Deferred Tax Assets (Amendments to IAS 12)	Annual periods beginning on or after 1 January 2017	Financial year 2017 <sup>1</sup>
Disclosure Initiative: Amendments to IAS 7	Annual periods beginning on or after 1 January 2017	Financial year 2017 <sup>1</sup>
IFRS 15 Revenue from Contracts with Customers	Annual periods beginning on or after 1 January 2018	Financial year 2018 <sup>1</sup>
IFRS 9 Financial Instruments	Annual periods beginning on or after 1 January 2018	Financial year 2018 <sup>2</sup>
Classification and Measurement of Share-based Payment Transactions: Amendment to IFRS 2	Annual periods beginning on or after 1 January 2018	Financial year 2018 <sup>3</sup>
IFRS 16 Leases	Annual periods beginning on or after 1 January 2019	Financial year 2019 <sup>1</sup>

<sup>1</sup> The impact on the consolidated financial statements of SIX is currently being assessed.

<sup>2</sup> SIX has already adopted the requirements of IFRS 9 (version 2013) regarding classification and measurement and hedge accounting, which were determined in phase 1 and phase 3 of the standard-setting process. The impact of the other element (i.e. impairment) of IFRS 9 on the consolidated financial statements of SIX is currently being assessed.

<sup>3</sup> The adoption of the amendment is not expected to have any significant impact on the consolidated financial statements of SIX.

## 3. Significant accounting judgments, estimates and assumptions

The application of some accounting policies requires the use of assumptions, estimates and judgments that may affect the reported assets and liabilities, income and expenses, and also the disclosure of contingent assets and liabilities in the reporting period. The assumptions and estimates are continually reviewed and are based upon historical experience and other factors, including anticipated developments arising

from probable future events. Actual results may differ from these assumptions and estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2015.

## 4. Changes in the composition of the Group

### Changes in the composition of the Group during 2016

#### SIX Payment Services (Luxembourg) sub-group

In February 2016, SIX sold the business of the sub-group SIX Payment Services (Luxembourg). For further details, see note 13.

#### Europformance SIX Telekurs

In the first half year 2016, SIX acquired the remaining 5.56% of shares of Europformance SIX Telekurs. As a result, SIX eliminated the non-controlling interest.

Europformance SIX Telekurs was subsequently merged with SIX Financial Information France SAS. The merger had no impact on the Group's consolidated figures as at 30 June 2016.

#### CETREL SA

In January 2016, CETREL SA was merged with SIX Payment Services (Europe) SA. The merger had no impact on the Group's consolidated figures as at 30 June 2016.

## 5. Segment information

The operating segments of SIX are determined by the management approach. Accordingly, external segment reporting reflects the internal organizational and management structure of the Group as well as the internal financial reporting to the chief operating decision maker (CODM). For the purpose of internal reporting, SIX is broken down into six reportable operating segments, four of which reflect the business areas of SIX. IT-related functions are part of the "Global

IT" segment. Business activities which support the Group as a whole do not qualify as reportable operating segments under IFRS 8. They include the activities of the management company, corporate communications, strategic development, human resources, finance & risk, legal & compliance and logistics. These activities are grouped together under the segment "Corporate". The six reportable segments offer the following products and services:

Segment	Products and services
Swiss Exchange	<ul style="list-style-type: none"> <li>– Cash and securitized derivatives market for trading in equities, bonds, structured products and warrants, exchange-traded products (ETPs) and funds</li> <li>– Admission of securities</li> <li>– Distribution of raw market data and index products</li> <li>– Index calculation service</li> </ul>
Securities Services	<ul style="list-style-type: none"> <li>– Clearing house and central counterparty</li> <li>– Securities financing solutions</li> <li>– Custody, settlement and administration services</li> <li>– Share register services</li> <li>– Electronic transactions between land registries, notaries and banks</li> <li>– Interbank clearing and e-bill payments</li> </ul>
Financial Information	<ul style="list-style-type: none"> <li>– Procurement, processing and distribution of reference data and market information</li> </ul>
Payment Services	<ul style="list-style-type: none"> <li>– Card acceptance and merchant services</li> <li>– Card issuing and services for card issuers and acquirers</li> </ul>
Global IT	<ul style="list-style-type: none"> <li>– IT-related functions including IT infrastructure, software development and IT operations</li> </ul>
Corporate	<ul style="list-style-type: none"> <li>– Corporate services such as communication, strategic development, human resources, finance &amp; risk, legal &amp; compliance, logistics</li> </ul>

The internal reporting is based on the measurement methods used for the IFRS consolidated financial statements.

Performance is measured based on segment earnings before interest and tax (EBIT) as included in the inter-

nal management reports that are reviewed regularly by the CODM. Segment EBIT is used to measure performance, as management believes that such information is the most relevant for evaluating the results of the segments. Transactions between the segments are based on market prices.

For the six months ended 30 June 2016

CHF million	Swiss Exchange	Securities Services	Financial Information	Payment Services	Global IT	Corporate	Total segments	Elimination	Total SIX
Revenues from external customers	93.5	194.9	196.6	421.9	2.4	3.9	913.3	–	913.3
Inter-segment revenues	2.0	3.6	4.9	2.2	196.5	100.6	309.7	–309.7	–
<b>Total operating income</b>	<b>95.5</b>	<b>198.5</b>	<b>201.5</b>	<b>424.1</b>	<b>198.9</b>	<b>104.5</b>	<b>1,223.0</b>	<b>–309.7</b>	<b>913.3</b>
<b>Total operating expenses</b>	<b>–61.3</b>	<b>–151.9</b>	<b>–175.8</b>	<b>–380.5</b>	<b>–194.9</b>	<b>–92.2</b>	<b>–1,056.6</b>	<b>309.7</b>	<b>–746.9</b>
Share of profit of associates	–	–	–	–	–	1.5	1.5	–	1.5
Financial income	0.1	0.2	0.7	5.6	0.1	26.3	33.0	–	33.0
Financial expenses	–0.1	–0.2	–1.4	–3.1	–0.1	–23.1	–28.0	–	–28.0
<b>Earnings before interest and tax (EBIT)</b>	<b>34.3</b>	<b>46.6</b>	<b>24.9</b>	<b>46.0</b>	<b>4.0</b>	<b>17.0</b>	<b>172.9</b>	<b>–</b>	<b>172.9</b>
Interest income									2.3
Interest expenses									–3.6
<b>Earnings before tax (EBT)</b>									<b>171.5</b>
Income tax expenses									–36.7
<b>Group net profit</b>									<b>134.9</b>

In January 2016, SIX sold real estate. The gain from the transaction was CHF 26.0 million and is included in operating income of the Securities Services operating segment. For further details, see note 13.

In February 2016, SIX sold the business of the sub-group SIX Payment Services (Luxembourg). The gain of the transaction was CHF 3.9 million and is included in financial income of the Payment Services operating segment. For further details, see note 13.

For the six months ended 30 June 2015

CHF million	Swiss Exchange	Securities Services	Financial Information	Payment Services	Global IT	Corporate	Total segments	Elimination	Total SIX
Revenues from external customers	106.9	170.7	186.8	417.6	1.3	4.2	887.5	–	887.5
Inter-segment revenues	3.6	6.9	4.8	2.3	153.1	79.2	250.0	–250.0	–
<b>Total operating income</b>	<b>110.5</b>	<b>177.6</b>	<b>191.6</b>	<b>419.9</b>	<b>154.4</b>	<b>83.5</b>	<b>1,137.5</b>	<b>–250.0</b>	<b>887.5</b>
<b>Total operating expenses</b>	<b>–66.6</b>	<b>–146.5</b>	<b>–166.1</b>	<b>–380.6</b>	<b>–158.7</b>	<b>–72.5</b>	<b>–991.0</b>	<b>250.0</b>	<b>–741.0</b>
Share of profit of associates	12.8	–	–	–	–	1.3	14.1	–	14.1
Financial income	2.5	0.1	2.1	1.1	0.4	72.3	78.6	–	78.6
Financial expenses	–3.4	–0.4	–4.4	–3.3	–0.5	–69.6	–81.5	–	–81.5
<b>Earnings before interest and tax (EBIT)</b>	<b>55.8</b>	<b>30.9</b>	<b>23.2</b>	<b>37.2</b>	<b>–4.3</b>	<b>15.0</b>	<b>157.7</b>	<b>–</b>	<b>157.7</b>
Interest income									5.2
Interest expenses									–3.1
<b>Earnings before tax (EBT)</b>									<b>159.8</b>
Income tax expenses									–32.3
<b>Group net profit</b>									<b>127.5</b>

## 6. Income taxes

As at 30 June 2016, total income tax expenses were CHF 36.7 million, which resulted in an effective tax rate of 21.4%, compared with income tax expenses of CHF 32.3 million and an effective tax rate of 20.2% in

the previous year. The increase in the effective tax rate is mainly due to the variation in profitability by country and changes in statutory tax rates.

## 7. Cash and cash equivalents

CHF million	30/06/2016	31/12/2015
Cash at bank and on hand	5,471.9	4,054.1
Short-term bank deposits	174.4	154.3
<b>Cash and cash equivalents</b>	<b>5,646.3</b>	<b>4,208.4</b>

Cash at bank includes giro balances with the Swiss National Bank (SNB) of CHF 3,725.9 million (31 December 2015: CHF 2,721.3 million) and giro balances with

clearing houses approved by the SNB of CHF 987.6 million (31 December 2015: CHF 543.7 million).

Cash and cash equivalents include the following items for the purpose of the statement of cash flows:

CHF million	30/06/2016	31/12/2015
Cash and cash equivalents	5,646.3	4,208.4
Bank overdrafts	-0.0	-0.0
Cash and cash equivalents included in disposal groups and assets held for sale	0.2	5.0
<b>Cash and cash equivalents in the statement of cash flows</b>	<b>5,646.5</b>	<b>4,213.4</b>

## 8. Trade and other receivables

CHF million	30/06/2016	31/12/2015
Trade and other receivables, gross	440.5	418.8
Individual allowances	-9.7	-9.6
Collective allowances	-0.0	-0.0
<b>Total trade and other receivables, net</b>	<b>430.8</b>	<b>409.2</b>

## 9. Receivables and payables from clearing & settlement

CHF million	30/06/2016	31/12/2015
Receivables from clearing & settlement	1,250.2	819.3
Receivables from reverse repurchase agreements	2,181.1	1,029.1
Fed funds placements	372.6	247.5
<b>Total receivables from clearing &amp; settlement – Securities Services</b>	<b>3,803.9</b>	<b>2,095.9</b>
<b>Total receivables from clearing &amp; settlement – Payment Services</b>	<b>513.8</b>	<b>564.2</b>
<b>Total receivables from clearing &amp; settlement</b>	<b>4,317.7</b>	<b>2,660.1</b>
Payables from clearing & settlement	3,122.6	2,347.7
Payables from repurchase agreements	–	238.1
Payables from settled suspense	1,352.9	170.8
Collateral	4,267.3	2,186.8
<b>Total payables from clearing &amp; settlement – Securities Services</b>	<b>8,742.8</b>	<b>4,943.3</b>
<b>Total payables from clearing &amp; settlement – Payment Services</b>	<b>628.2</b>	<b>679.1</b>
<b>Total payables from clearing &amp; settlement</b>	<b>9,370.9</b>	<b>5,622.4</b>

### Receivables and payables from clearing & settlement – Securities Services

Receivables and payables from clearing & settlement in the Securities Services business area result from SIX x-clear Ltd and SIX SIS Ltd acting as a central counterparty (CCP) or central securities depository (CSD) for securities trading. The CCP steps into the contracts as intermediary and represents the buyer to each seller and the seller to each buyer. To fulfill the contract, SIX SIS Ltd must settle cash and securities from one trading party to another.

### Receivables and payables from clearing & settlement – Payment Services

Receivables from clearing & settlement include receivables due from card schemes and issuers of debit and credit cards. Payables from clearing & settlement include payables due to merchants, ATM providers and card schemes.



## 10. Financial instruments

### Movements of financial assets

The following table shows the movements of financial assets per category:

CHF million	Financial assets measured at FVtPL	Financial assets measured at FVtOCI	Financial assets at amortized cost	2016
<b>Carrying amount at 1 January</b>	<b>562.7</b>	<b>94.7</b>	<b>252.1</b>	<b>909.4</b>
Additions	861.5	14.8	86.8	963.1
Change in value recognized in profit and loss	-0.8	-	2.3	1.4
Change in value recognized in other comprehensive income	-	35.9	-	35.9
Disposals/matured financial assets	-75.6	-130.9	-50.3	-256.9
Translation adjustments	-0.2	-	-0.2	-0.4
<b>Carrying amount at 30 June</b>	<b>1,347.5</b>	<b>14.5</b>	<b>290.6</b>	<b>1,652.6</b>
<i>of which current</i>	<i>1,347.5</i>	<i>-</i>	<i>109.5</i>	<i>1,457.0</i>
<i>of which non-current</i>	<i>-</i>	<i>14.5</i>	<i>181.2</i>	<i>195.6</i>

CHF million	Financial assets measured at FVtPL	Financial assets measured at FVtOCI	Financial assets at amortized cost	2015
<b>Carrying amount at 1 January</b>	<b>561.4</b>	<b>0.0</b>	<b>419.1</b>	<b>980.5</b>
Additions	165.1	-	138.5	303.6
Change in value recognized in profit and loss <sup>1</sup>	0.8	-	-30.3	-29.5
Change in value recognized in other comprehensive income	-	94.7	-	94.7
Impairments, net	-	-	-0.7	-0.7
Disposals/matured financial assets	-160.6	-	-271.6	-432.2
Translation adjustments <sup>1</sup>	-4.0	-	-3.0	-7.0
<b>Carrying amount at 31 December</b>	<b>562.7</b>	<b>94.7</b>	<b>252.1</b>	<b>909.4</b>
<i>of which current</i>	<i>562.7</i>	<i>94.7</i>	<i>100.8</i>	<i>758.1</i>
<i>of which non-current</i>	<i>-</i>	<i>-</i>	<i>151.3</i>	<i>151.3</i>

<sup>1</sup> The prior years' figures have been adjusted to match the presentation in the current year. Previously, foreign exchange effects recognized in the P/L of CHF -31.0 million were also included in translation adjustments.

During the first half year 2016, financial assets measured at FVtPL increased by CHF 784.8 million, which is mainly related to the settlement business. Due to increased clearing volume and as a result of late settlements, financial assets from settlement business increased from CHF 70.5 million as at 31 December 2015 to CHF 662.3 million as at 30 June 2016.

During the first half year 2016, fair value changes of the equity instruments measured at FVtOCI amounted to CHF 35.9 million. On the closing of the acquisition of Visa Europe Ltd by Visa Inc. in June 2016, SIX derecognized the Visa Europe Ltd equity instruments whose fair values amounted to CHF 130.9 million. The consideration received included cash, preferred shares in Visa Inc. and a deferred cash payment. At initial recognition, the fair value of the preferred shares amounted to CHF 14.8 million. At that point in time,

SIX made the irrevocable election to measure the equity instruments at FVtOCI. The deferred cash payment of CHF 8.3 million is classified as financial assets at amortized cost. In 2016, SIX also entered into foreign currency forward contracts to hedge the foreign currency risk of the upfront cash payment of the Visa Europe Ltd equity instruments. Until derecognition of the Visa Europe Ltd equity instruments the hedge incurred a loss of CHF 0.8 million, which was recognized in other comprehensive income.

On derecognition of the financial assets at amortized cost, a net loss CHF 0.9 million (31 December 2015: net gain of CHF 0.9 million) was recognized.

### Fair value of financial instruments

The table below shows the estimated fair values of financial instruments, including those accounted for at amortized cost, together with the carrying amounts

shown in the interim consolidated balance sheet. The fair values are based on the valuation methods and assumptions explained below.

CHF million	30/06/2016			31/12/2015		
	Carrying amount	Fair value	Deviation	Carrying amount	Fair value	Deviation
<b>Assets</b>						
Cash and cash equivalents	5,646.3	5,646.3	–	4,208.4	4,208.4	–
Trade and other receivables	430.8	430.8	–	409.2	409.2	–
Receivables from clearing & settlement	4,317.7	4,317.7	–	2,660.1	2,660.1	–
Debt instruments <sup>1</sup>	263.7	267.9	4.3	250.9	253.2	2.3
Others	27.0	27.0	–	1.2	1.2	–
<b>Financial assets at amortized cost</b>	<b>10,685.5</b>	<b>10,689.7</b>	<b>4.3</b>	<b>7,529.8</b>	<b>7,532.0</b>	<b>2.3</b>
Equity instruments at FVtPL <sup>2</sup>	29.8	29.8	–	30.7	30.7	–
Equity instruments at FVtOCI <sup>3</sup>	14.5	14.5	–	94.7	94.7	–
Units in investment funds at FVtPL <sup>4</sup>	422.9	422.9	–	396.7	396.7	–
Financial instruments from settlement business <sup>5</sup>	662.3	662.3	–	70.5	70.5	–
Derivative financial instruments at FVtPL	232.5	232.5	–	64.8	64.8	–
<b>Financial assets at fair value</b>	<b>1,362.0</b>	<b>1,362.0</b>	<b>–</b>	<b>657.3</b>	<b>657.3</b>	<b>–</b>
<b>Total financial assets</b>	<b>12,047.4</b>	<b>12,051.7</b>	<b>4.3</b>	<b>8,187.1</b>	<b>8,189.4</b>	<b>2.3</b>
<i>of which current</i>	<i>11,851.8</i>			<i>8,035.8</i>		
<i>of which non-current</i>	<i>195.6</i>			<i>151.3</i>		
<b>Liabilities</b>						
Bank overdrafts	0.0	0.0	–	0.0	0.0	–
Trade and other payables	143.5	143.5	–	139.6	139.6	–
Payables from clearing & settlement	9,370.9	9,370.9	–	5,622.4	5,622.4	–
<b>Financial liabilities at amortized cost</b>	<b>9,514.4</b>	<b>9,514.4</b>	<b>–</b>	<b>5,762.0</b>	<b>5,762.0</b>	<b>–</b>
Derivative financial instruments at FVtPL	188.5	188.5	–	66.1	66.1	–
<b>Financial liabilities at fair value</b>	<b>188.5</b>	<b>188.5</b>	<b>–</b>	<b>66.1</b>	<b>66.1</b>	<b>–</b>
<b>Total financial liabilities</b>	<b>9,703.0</b>	<b>9,703.0</b>	<b>–</b>	<b>5,828.1</b>	<b>5,828.1</b>	<b>–</b>
<i>of which current</i>	<i>9,703.0</i>			<i>5,828.1</i>		
<i>of which non-current</i>	<i>–</i>			<i>–</i>		

<sup>1</sup> Debt instruments mainly include government and corporate bonds as well as European medium term notes (EMTNs) denominated in CHF, EUR, USD and NOK. According to the internal investment strategy, the requirements regarding counterparty creditworthiness are based on a minimum rating of A (Standard & Poor's) or A2 (Moody's).

<sup>2</sup> Equity instruments primarily include shares in other entities which are held to invest the liquidity in excess of operating liquidity and strategic investments.

<sup>3</sup> As at 30 June 2016, SIX held Preferred Shares of Visa Inc. equity instruments classified as FVtOCI.

<sup>4</sup> SIX holds certain investments in equity funds, fixed income funds, real estate funds and funds of hedge funds denominated in foreign currencies, with the aim of diversifying its investments and taking advantage of foreign markets' performance.

<sup>5</sup> These financial instruments represent quoted equity instruments which SIX usually acquires as a result of failure by a counterparty to deliver its side of a transaction.

### Valuation methods for financial instruments

The table below analyzes recurring fair value measurements for financial assets and liabilities. These fair value measurements are assigned to the different levels of the fair value hierarchy. These levels are defined as follows:

- Level 1: The fair value of listed financial instruments with a price established in an active market is determined on the basis of current quoted market prices.
- Level 2: Valuation methods are used to determine the fair value of financial instruments if no direct

market prices are available. The underlying assumptions are based on observable market data, either directly or indirectly as at the balance sheet date.

- Level 3: If neither current market prices nor valuation methods based on observable market data can be drawn on for the purpose of determining fair value, then valuation methods are based on unobservable market data. Those inputs reflect the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk.

### Financial instruments in the fair value hierarchy

CHF million	Listed market prices	Valuation methods based on market data	Valuation methods not based on market data	30/06/2016
	Level 1	Level 2	Level 3	
Debt instruments and others	283.3	11.6	–	294.9
Equity instruments	27.7	–	16.6	44.3
Units in investment funds	422.9	–	–	422.9
Financial instruments from settlement business	662.3	–	–	662.3
Derivative financial instruments	–	203.4	29.0	232.5
<b>Total financial assets</b>	<b>1,396.3</b>	<b>215.1</b>	<b>45.6</b>	<b>1,656.9</b>
Derivative financial instruments	–	159.5	29.0	188.5
<b>Total financial liabilities</b>	<b>–</b>	<b>159.5</b>	<b>29.0</b>	<b>188.5</b>

CHF million	Listed market prices	Valuation methods based on market data	Valuation methods not based on market data	31/12/2015
	Level 1	Level 2	Level 3	
Debt instruments and others	254.2	0.1	–	254.4
Equity instruments	28.6	–	96.7	125.4
Units in investment funds	396.7	–	–	396.7
Financial instruments from settlement business	70.5	–	–	70.5
Derivative financial instruments	–	41.9	22.9	64.8
<b>Total financial assets</b>	<b>750.1</b>	<b>42.0</b>	<b>119.6</b>	<b>911.7</b>
Derivative financial instruments	–	43.3	22.9	66.1
<b>Total financial liabilities</b>	<b>–</b>	<b>43.3</b>	<b>22.9</b>	<b>66.1</b>

The following methods and assumptions were used to estimate the fair values:

- For cash and cash equivalents including bank overdrafts, trade and other receivables, receivables and payables from clearing & settlement, trade and other payables, and short-term loans and borrowings, it is assumed that the carrying amount corresponds to their fair value.
- The fair value of quoted equity and debt instruments (e.g. bonds) and of units in investment funds is determined by reference to published price quotations in an active market at the reporting date. The valuation of financial assets from settlement business held at fair value through profit or loss is performed with reference to quoted prices from the markets to which they relate. Such financial assets therefore fall under level 1 of the fair value hierarchy.
- If there is no observable market data for the share price of an equity instrument, the share price is derived from the proportionate net asset value of the entity not traded in an active market. Such equity investments are categorized within level 3 of the fair value hierarchy. If the net asset value were to increase, the price per share would increase proportionally.
- For equity instruments which are not traded but for which a sales transaction has been announced and either an indicative or final sales price is available (e.g. sales price in a purchase agreement), the fair value is measured based on the expected cash flows from the sale considering the risks and uncertainties until the closing of the transaction. These equity instruments are assigned to level 3 of the fair value hierarchy. An increase or decrease of 10% in the estimated cash flows would lead to an increase or decrease of approximately 10% in the fair value of the financial asset.
- For equity instruments which are limited in the transfer until conversion into tradable equity securities, the fair value is measured based on the current quoted market price of the tradable equity securities adjusted by a variable discount percentage considering the timing and risks until conversion. These equity instruments are assigned to level 3 of the fair value hierarchy. An increase or decrease of 10% in the quoted market price of the tradable securities would lead to an increase or decrease of approximately 10% in the fair value of the financial asset.
- Foreign exchange swaps and forwards are not traded publicly. The inputs into the calculation include foreign exchange spot rates, interest rates and foreign exchange volatility. In general, these inputs are readily observable in the markets or provided by consensus data providers. Thus, foreign exchange swaps, forwards and other foreign exchange derivatives are categorized as level 2 instruments.
- For forward contracts from the clearing and settlement business as CCP, the fair value is determined as the difference between the fair value of the underlying instrument at the trade date and its fair value at the reporting date. With the exception of forward contracts from the clearing and settlement of options, all other forward contracts from clearing and settlement are assigned to level 2 of the fair value hierarchy, as the inputs used are readily available in the market.
- For forward contracts from the clearing and settlement of options, the fair value is determined based on the Black-Scholes formula. The inputs into the calculation include share price, strike price, risk-free interest rate and historical volatility. With the exception of historical volatility the inputs are readily observable in the market. Historical volatility therefore represents a level 3 input, as it does not reflect market participants' expectations. As such, forward contracts from the clearing and settlement of options are assigned to level 3 of the fair value hierarchy.

#### **Transfer between levels**

SIX recognizes transfers between the levels of the fair value hierarchy at the date of the event or change in circumstances that caused the transfer. During the six-month period ended 30 June 2016, there were no transfers between level 1 and 2 and no transfers into or out of level 3.

#### **Movements in level 3 instruments**

The movements in level 3 equity instruments since 31 December 2015 included the transactions related to the equity instruments in Visa Europe Ltd. and Visa Inc. as described above. Additionally, the fair value of forward contracts from the clearing and settlement of options increased by CHF 6.1 million. There was no net unrealized gain or loss in income statement as financial assets and financial liabilities developed in parallel.

## 11. Property, plant and equipment

During the six months ended 30 June 2016, the additions to property, plant and equipment amounted to CHF 17.5 million (30 June 2015: CHF 25.2 million). Investments in property, plant and equipment primarily relate to midrange and mainframe servers, payment terminals, leasehold improvements and the expansion of technical installations.

Items of property, plant and equipment other than those classified as held for sale with a net book value of CHF 1.1 million were disposed of by SIX during the six months ended 30 June 2016 (30 June 2015: CHF 1.5 million), resulting in a net loss on disposals of CHF 0.4 million (30 June 2015: CHF 1.3 million), which has been included in other operating expenses in the interim consolidated income statement.

## 12. Intangible assets

### Goodwill

Goodwill is subject to an annual impairment test, which is conducted in the fourth quarter of each year or whenever events or a change of circumstances indicate a possible impairment. During the six months ended 30 June 2016, there was no indication requiring an assessment of the recoverable amount of goodwill.

### Software and other intangible assets

Consistent with last year, expenses for certain development activities have been capitalized, as they satisfy the recognition criteria for internally generated intangible assets. The capitalized expenditures for development projects as intangible assets amounted to CHF 14.7 million during the first six months of 2016 (30 June 2015: CHF 25.2 million).

Investments in intangible assets consist of the development of technical adjustments to platforms, such as new functionalities, increased capacity and adjustments for requirements on regulated markets. Particularly significant larger development projects include:

- the TARGET2-Securities implementation project (Securities Services segment)
- a new platform to process ATM transactions (Payment Services segment)
- a new platform for the e-billing and direct debit business (Payment Services segment)

### 13. Disposal groups and assets held for sale

The disposal groups and assets held for sale comprised the following assets, liabilities and cumulative expenses recognized in other comprehensive income:

	30/06/2016			
CHF million	Real estate	SIX SAG Ltd	SIX Payment Services (Luxembourg) sub-group	Total
Cash and cash equivalents	–	0.2	–	0.2
Trade and other receivables	–	1.9	–	1.9
Current income tax receivables	–	0.4	–	0.4
Other current assets	–	0.2	–	0.2
Property, plant and equipment	–	0.0	–	0.0
Deferred tax assets	–	0.2	–	0.2
<b>Disposal groups and assets held for sale</b>	<b>–</b>	<b>2.9</b>	<b>–</b>	<b>2.9</b>
Other current liabilities	–	0.6	–	0.6
Other non-current liabilities	–	1.0	–	1.0
<b>Liabilities directly associated with disposal groups held for sale</b>	<b>–</b>	<b>1.6</b>	<b>–</b>	<b>1.6</b>
<b>Income/(expenses) recognized in other comprehensive income</b>	<b>–</b>	<b>–0.7</b>	<b>–</b>	<b>–0.7</b>

	31/12/2015			
CHF million	Real estate	SIX SAG Ltd	SIX Payment Services (Luxembourg) sub-group	Total
Cash and cash equivalents	–	0.2	4.8	5.0
Trade and other receivables	–	1.6	5.2	6.7
Inventories	–	–	0.3	0.3
Other current assets	–	0.0	0.0	0.0
Property, plant and equipment	7.7	0.0	0.8	8.5
Intangible assets	–	–	0.6	0.6
Deferred tax assets	–	0.2	–	0.2
<b>Disposal groups and assets held for sale</b>	<b>7.7</b>	<b>2.0</b>	<b>11.8</b>	<b>21.4</b>
Provisions current	–	–	0.1	0.1
Current income tax payables	–	0.1	0.4	0.5
Other current liabilities	–	0.3	3.3	3.6
Other non-current liabilities	–	0.8	5.4	6.3
<b>Liabilities directly associated with disposal groups held for sale</b>	<b>–</b>	<b>1.3</b>	<b>9.3</b>	<b>10.6</b>
<b>Income/(expenses) recognized in other comprehensive income</b>	<b>–</b>	<b>–0.5</b>	<b>0.4</b>	<b>–0.1</b>

Disposal groups and assets held for sale are measured at the lower of their carrying amount and the fair value less cost to sale. SIX has not recognized any impairment with respect to any disposal groups and assets held for sale.

#### **Disposal groups**

##### **SIX SAG Ltd**

During the second quarter of 2015, management committed to a plan to sell the shares in SIX SAG Ltd. The share purchase agreement was signed in July 2015. The closing is expected to occur in the second half of 2016. Initially, the closing was expected in the fourth quarter of 2015. The delay was caused by a restructuring of the transaction due to circumstances that were previously considered unlikely and that have now been resolved. The share purchase agreement has been amended and both parties – the buyer and SIX – are still committed to execute the transaction. SIX SAG Ltd maintains share registers and special registers for companies in Switzerland and organizes general meetings for third parties. This company is part of the Securities Services operating segment.

##### **SIX Payment Services (Luxembourg) sub-group**

During the fourth quarter of 2015, management committed to a plan to sell the business of the sub-group SIX Payment Services (Luxembourg). This sub-group included the following entities: SIX Payment Services (Luxembourg) SA, SIX Payment Services (Sweden) AB, SIX Payment Services (UK) Ltd, SIX Payment Services (Germany) GmbH and SIX Payment Services (USA) Corp. The closing of the transaction took place in February 2016. The principal activities of these companies were the providing of integrated payment solutions. The companies were part of the Payment Services operating segment. The gain from the transaction was CHF 3.9 million and is included in financial income.

##### **Real estate**

During the second quarter of 2015, management committed to a plan to sell one item of real estate and classified the real estate as held for sale. The purchase agreement was signed in November 2015. The closing took place in January 2016. The gain from the transaction was CHF 26.0 million and is included in operating income of the Securities Services operating segment.

## **14. Dividends proposed and paid**

On 20 May 2016, the Annual General Meeting approved the distribution of a dividend of CHF 8.25 per registered share. The total amount distributed to holders of outstanding shares amounted to CHF 156.0 million and has been recorded against retained earnings.

In 2015, the total amount of dividends distributed to holders of outstanding shares was CHF 539.1 million. CHF 151.3 million (CHF 8.00 per registered share) was approved by the Annual General Meeting on 27 May 2015 and recorded against the capital contribution reserve. The extraordinary dividend of CHF 387.7 million (CHF 20.50 per registered share) was approved by the extraordinary General Meeting on 23 October 2015 and recorded against retained earnings.

## 15. Related party disclosures

SIX defines related parties as:

- shareholders which have significant influence by delegating a member into the Board of Directors of SIX or have control over the activities of SIX
- associated companies which are significantly influenced by SIX
- post-employment benefit plans for the benefit of SIX employees
- key management personnel, close family members of key management personnel
- entities which are directly or indirectly controlled or jointly controlled by key management personnel or their close family members

Approximately 130 national and international financial institutions hold shares in SIX, but no one holds more than 20% of the Group's total equity. The shares are widely distributed, i.e. no single owner or bank category has an absolute majority. All shareholders are bound by a shareholders' agreement.

Transactions with related parties and companies are made at terms equivalent to those that prevail in arm's-length transactions. Receivables from clearing & settlement due from related parties in the amount of CHF 22.8 million are collateralized (31 December 2015: CHF 54.8 million).

No impairment allowances of receivables relating to amounts owed by related parties were recorded as at 30 June 2016 and 31 December 2015.

Transactions and outstanding balances with related parties of SIX, as stated in the following tables, are included in the Group's consolidated balance sheet and statement of comprehensive income as at and for the six months ended 30 June 2016, and for the respective prior-year period.

For the six months ended 30 June 2016

CHF million	Qualifying shareholders	Associates	Post-employment benefit plans	Total
<b>Income statement</b>				
Commission revenues	42.4	0.0	–	42.4
Transaction revenues	65.6	0.0	–	65.6
Service revenues	42.5	0.2	–	42.7
Net interest income from banking business	3.9	–	–	3.9
Other operating income	2.8	0.0	–	2.8
Other operating expenses	–0.2	–0.4	–	–0.6
Interest income	0.0	–	–	0.0
Interest expenses	–1.8	–	–	–1.8
Contributions	–	–	–18.2	–18.2

30/06/2016

CHF million	Qualifying shareholders	Associates	Post-employment benefit plans	Total
<b>Balance sheet</b>				
Cash and cash equivalents	388.1	987.6	–	1,375.7
Trade receivables/receivables from clearing & settlement	51.2	0.0	–	51.2
Reclassified as disposal groups and assets held for sale	0.2	–	–	0.2
Trade payables/payables from clearing & settlement	2,326.2	–	5.4	2,331.6
Accrued expenses	20.9	0.0	–	20.9



CHF million	For the six months ended 30 June 2015			
	Qualifying shareholders	Associates	Post-employment benefit plans	Total
<b>Income statement</b>				
Commission revenues	47.4	0.0	–	47.4
Transaction revenues	67.5	0.0	–	67.5
Service revenues	42.8	5.6	–	48.4
Net interest income from banking business	2.7	–0.2	–	2.4
Other operating income	1.8	0.0	–	1.8
Other operating expenses	–0.1	–0.9	–	–1.1
Interest income	0.0	–	–	0.0
Interest expenses	–0.5	–	–	–0.5
Contributions	–	–	–16.8	–16.8

CHF million	31/12/2015			
	Qualifying shareholders	Associates	Post-employment benefit plans	Total
<b>Balance sheet</b>				
Cash and cash equivalents	472.9	543.7	–	1,016.5
Trade receivables/receivables from clearing & settlement	67.7	0.0	–	67.7
Deferred income	0.0	–	–	0.0
Reclassified as disposal groups and assets held for sale	0.2	–	–	0.2
Trade payables/payables from clearing & settlement	1,604.8	–	0.1	1,604.9
Accrued expenses	23.8	0.0	–	23.8

## 16. Events after the balance sheet date

No material events occurred between the balance sheet date and the approval of the interim condensed consolidated financial statements on 31 August 2016

which might adversely affect the information content of the 2016 interim condensed consolidated financial statements and which would require disclosure.





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