



BANQUE PRIVÉE
EDMOND DE ROTHSCHILD



PRESS RELEASE
Financial Year 2009

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PRESS RELEASE

Geneva, 30 March 2010

Banque Privée Edmond de Rothschild Group Consolidated results at 31.12.2009

2009 results

- **Net profit** CHF 136.8 million
- **Large inflow of fresh funds** CHF 5.6 billion
- **Clients' assets up sharply** CHF 92.2 billion
- **BIS Tier 1 ratio** 25.3%

On track

Despite an extremely tough economic context and a year that would qualify as an “annus horribilis” for our profession, our institution remained on track thanks to our situation as a family-controlled wealth management company with a stable shareholder base.

We continued to strive for excellence at all levels by reinforcing our core business and by enhancing our organisational structure. Investing resolutely in the future, we recruited more teams of wealth management professionals to serve our clients better.

Undiminished earning power

Undeterred by recession, by upheavals in our country's framework conditions or by the inclination felt by everyone, including ourselves, to favour cash and risk-free assets, the Banque Privée Edmond de Rothschild Group posted a net profit of CHF 136.8 million at 31 December 2009. Although this was down 31.9% on the 2008 figure, we were able to preserve our earning power thanks to a net inflow of fresh funds and a significant rise in assets under management.

Large inflow of fresh capital

Aided by a prudent investment policy and dynamic business performance, our wealth management operations continued to grow last year. The net inflow of fresh funds totalled CHF 5.6 billion.

Assets under management up sharply

Client funds amounted to CHF 92.2 billion at the end of 2009, up 12% on the year-earlier level of CHF 82.3 billion.

FoHFs true to their word

Our Alpha line of funds of hedge funds (FoHFs) continued to honour their commitments and fulfilled all redemption applications. We weathered the financial crisis without having to activate “side pockets” or “gates”. Today our FoHFs family, complete and fully operative, is posting steady gains.

The quality of our fund management was acknowledged yet again at the InvestHedge Awards 2009, where Edmond de Rothschild *Prifund* Alpha Europa was chosen best FoHFs in the European Strategies category.

Capital ratio

The Banque Privée Edmond de Rothschild Group can continue to claim an extremely healthy, liquid balance sheet featuring very little leverage, conservative risk management and solid financial foundations, as illustrated by our BIS Tier 1 ratio of 25.3%.

Dividend

Considering our Group's results and strong financial condition, the Board of Directors recommends a dividend payout totalling CHF 81 million compared with CHF 108 million in 2008.

Maintaining momentum

The Banque Privée Edmond de Rothschild Group pressed ahead with a determined growth strategy last year, making key additions to our staff. Our workforce averaged 1,598 last year as against 1,517 in 2008, marking an increase of 81 employees, or 5.3%.

A strategic inroad into Asia

We plan to go on extending our international network, in particular by opening a branch in Hong Kong that will give us better access to clients in Asia. In our view this region will play a decisive role in the development and future success of our Group.

Roundup of 2009 results

Revenue

Interest income totalled CHF 66.5 million, down 40.2% from CHF 111.3 million in 2008. The reasons for this decline were very low (even zero) interest rates on money markets and our highly conservative investment of surplus cash.

Income from fees and commissions fell 15.3% to CHF 476.1 million from CHF 561.7 million the previous year, reflecting our prudent management of clients' assets.

Results of trading operations amounted to CHF 102.3 million, down 12.2% on their 2008 level of CHF 116.5 million. The drop was largely due to a lower profit on currency dealing.

Other ordinary results totalled CHF 35 million versus a year-earlier figure of CHF 36.6 million. This item chiefly comprises dividends deriving from non-consolidated holdings.

Expenses

The average number of staff employed by our Group last year was 1598, up from 1517 in 2008. Personnel expenses amounted to CHF 349.4 million, compared with the previous year's level of CHF 383.1 million.

Other operating expenses fell 5.3% to CHF 118.7 million from CHF 125.2 million in 2008.

Total operating expenses came to CHF 468 million, 7.9% lower than the year-earlier level.

Gross profit

Group gross profit was down 33.3% and totalled CHF 211.9 million, versus CHF 317.7 million in 2008.

Depreciation of fixed assets worked out to CHF 35.2 million, as against CHF 32.3 million the previous year.

Extraordinary income amounted to CHF 46.3 million, up 101.7% on the 2008 figure. This item chiefly includes the release of provisions no longer required for operating purposes.

Extraordinary expenses totalled CHF 41.5 million, or CHF 15.7 million more than the CHF 25.8 million reported the previous year. This line primarily contains the allocation to Group reserves for general banking risks.

Taxes came to CHF 32.8 million, down 30.8% on the year-earlier figure of CHF 47.4 million.

Balance sheet review

The consolidated balance sheet total stood at CHF 12.7 billion at end-2009, down slightly on the year-earlier level.

Current assets including cash, bank deposits, loans to customers, mortgage bills, claims arising from money market paper and securities and precious metals held for trading purposes, totalled CHF 11.4 billion, unchanged versus the previous year's figure.

Financial investments amounted to CHF 682.4 million, as against CHF 492.3 million in 2008. Most of this rise was attributable to the stock of precious metals used to cover our clients' metal accounts.

Fixed assets stood at CHF 189.2 million, down from CHF 194.1 million at end-2008.

Adjustment accounts totalled CHF 117.5 million, compared with CHF 145 million the previous year.

"Other assets" were sharply lower at CHF 197.6 million, mainly reflecting a decrease in the positive replacement values of forward contracts. At the close of the reporting year these came to CHF 179.3 million as against CHF 602.7 million at end-2008.

On the liabilities side, borrowed funds comprised of debits on money market paper, medium-term bonds and sums due to banks and customers together amounted to CHF 10.9 billion, or 85.7 % of the balance sheet total, up slightly from CHF 10.7 billion the previous year. The rise mostly stemmed from clients' claims.

"Other liabilities" fell sharply to CHF 236.1 million, primarily as a consequence of the lower negative replacement values of forward contracts. These came to CHF 178.3 million at the close of the reporting year compared with CHF 597.5 million at end-2008.

Valuation adjustments and provisions totalled CHF 91.6 million, down from CHF 115 million in 2008.

Reserves for general banking risks were raised 15.7 % to CHF 258 million from their year-earlier level of CHF 223 million.

Prior to the dividend payout, Group capital and reserves stand at CHF 1.3 billion, representing 10.3 % of the balance sheet total.

Return on equity worked out to 11.5%. Shareholders' equity as required by the BIS (under Basel II) came to CHF 360.2 million. Eligible capital totalled CHF 1.1 billion. The BIS ratio (eligible capital in relation to shareholders' equity required under Swiss law) was 25.3 %, well above the legal minimum.

Outlook for 2010

In 2010 the key to success will be our threefold ability to adapt to the new conditions shaping our business, to rise to the challenges ahead and to satisfy the expectations of our clients. We believe that the strategy we are pursuing will enable us to achieve these objectives.

We will continue adding new professionals to our workforce and will invest in new premises as well as in IT equipment. Our aim is not only to provide our clients with top-quality service but also to enhance our competitiveness.

We plan to go on extending our international network, in particular by opening a branch in Hong Kong that will give us better access to clients in Asia. In our view this region will be instrumental in our Group's development and future success.

Our attitude nevertheless remains guarded in view of geopolitical, economic and market environments fraught with uncertainty.

We cannot conclude this report without expressing gratitude to our shareholders and clients for their abiding trust.

Our thanks also go to our management and staff for their dedication and fine work.

Key figures

Banque Privée Edmond de Rothschild Group

	2009	2008	Change (in CHF)	Change (in %)
Consolidated profit and loss account (in thousands of CHF)				
Net interest income	66,532	111,283	(44,751)	(40.2)
Fee and commission income	476,050	561,718	(85,668)	(15.3)
Results of trading operations	102,275	116,524	(14,249)	(12.2)
Operating expenses (personnel costs and other overheads)	468,026	508,371	(40,345)	(7.9)
Group net income	136,814	201,017	(64,203)	(31.9)
Profitability (%)				
Return on equity				
- net income/average shareholders' equity (2)	11.5	17.8	-	-
Return on assets				
- net income/average assets	1.1	1.6	-	-
Shares (in CHF)				
Earnings per bearer share after deducting portion due to minority interests	1,407	2,019	(612)	(30.3)
Earnings per registered share after deducting portion due to minority interests	281	404	(122)	(30.3)
Consolidated balance sheet (in thousands of CHF)				
Due from banks	7,020,347	5,787,142	1,233,205	21.3
Advances to customers	1,441,037	1,627,652	(186,615)	(11.5)
Due to banks	352,390	440,298	(87,908)	(20.0)
Customer deposits	10,560,194	10,271,650	288,544	2.8
Shareholders' equity (1)	1,314,273	1,252,407	61,866	4.9
Balance sheet total	12,739,900	12,989,491	(249,591)	(1.9)
Assets under management (in millions of CHF)				
Total assets under management (includes double reporting)	92,204	82,298	9,906	12.0
<i>of which: - double reporting</i>	<i>10,078</i>	<i>8,449</i>	<i>1,629</i>	<i>19.3</i>
<i>Net inflow of fresh funds</i>	<i>5,633</i>	<i>5,398</i>	<i>235</i>	<i>4.4</i>
Group personnel (number of employees)				
Average number of employees	1,598	1,517	81	5.3
- in Switzerland	643	607	36	5.9
- abroad	955	910	45	4.9
Total number of employees at year-end	1,614	1,587	27	1.7
Number of employees at year-end, converted into full-time jobs	1,570	1,555	15	1.0

(1) Including Group net income before payment of dividend by parent company and minority interests.

(2) After appropriation of the parent company's earnings.

Consolidated balance sheet

at 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Assets					
Cash and other liquid assets	18	2,903,433	3,904,096	(1,000,663)	(25.6)
Claims arising from money market paper	1, 18	22,978	37,519	(14,541)	(38.8)
Due from banks	2, 18	7,020,347	5,787,142	1,233,205	21.3
Due from customers	3, 18	1,429,468	1,619,008	(189,540)	(11.7)
Mortgage loans	3, 18	11,569	8,644	2,925	33.8
Total advances to customers	4, 20	1,441,037	1,627,652	(186,615)	(11.5)
Securities and precious metals trading portfolios	5, 18	54,917	78,570	(23,653)	(30.1)
Financial investments	6, 18	682,427	492,275	190,152	38.6
Non-consolidated holdings	7, 8	89,669	87,190	2,479	2.8
Fixed assets	8	189,182	194,133	(4,951)	(2.6)
Intangible assets	8	20,814	19,040	1,774	9.3
Accrued income and prepaid expenses		117,487	144,959	(27,472)	(19.0)
Other assets	9	197,609	616,915	(419,306)	(68.0)
Total assets	8, 19, 21, 22, 23	12,739,900	12,989,491	(249,591)	(1.9)
Subordinated amounts receivable		2,518	2,985	(467)	(15.6)
Due from non-consolidated Group companies and qualifying shareholders	7, 14	30	23	7	28.4

Consolidated balance sheet

at 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Liabilities					
Liabilities arising from money market paper	18	3,045	61	2,984	-
Due to banks	18	352,390	440,298	(87,908)	(20.0)
Due to customers on savings or deposit accounts	18	7,428	8,488	(1,060)	(12.5)
Other amounts due to customers	11, 18	10,552,766	10,263,162	289,604	2.8
Total due to customers		10,560,194	10,271,650	288,544	2.8
Loans from central mortgage bond institutions		-	-	-	-
Accrued expenses and deferred income		182,295	237,942	(55,647)	(23.4)
Other liabilities	12	236,087	672,162	(436,075)	(64.9)
Valuation adjustments and provisions	13	91,616	114,972	(23,356)	(20.3)
Reserves for general banking risks	13	258,048	222,983	35,065	15.7
Share capital	14	45,000	45,000	-	-
Additional paid-in capital and other reserves		130,779	133,197	(2,418)	(1.8)
Retained earnings	15	748,056	662,811	85,246	12.9
Treasury stock		(37,929)	(42,545)	4,616	(10.8)
Minority interests in shareholders' equity	16	33,505	29,945	3,560	11.9
Consolidated net income		136,814	201,017	(64,203)	(31.9)
<i>of which: - minority interests</i>		<i>12,375</i>	<i>23,044</i>	<i>(10,669)</i>	<i>(46.3)</i>
Total Group capital and reserves	17	1,314,273	1,252,407	61,866	4.9
Total liabilities	19, 21, 23	12,739,900	12,989,491	(249,591)	(1.9)
Subordinated liabilities		-	-	-	-
Due to non-consolidated holdings and qualifying shareholders	7, 14	29,930	41,652	(11,722)	(28.1)
Off-balance sheet transactions					
Contingent liabilities	4, 20, 24, 25	408,974	460,703	(51,729)	(11.2)
Irrevocable liabilities	4	79,858	64,148	15,710	24.5
Liabilities for unpaid share capital and additional capital contributions	4	-	-	-	-
Guarantee loans		-	-	-	-
Derivative instruments	26				
Positive replacement values		179,249	602,692	(423,443)	(70.3)
Negative replacement values		178,286	597,502	(419,216)	(70.2)
Underlying values		18,444,119	24,423,355	(5,979,236)	(24.5)
Fiduciary transactions	27	8,414,002	9,202,710	(788,708)	(8.6)

Consolidated profit and loss account

for the year ended 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Interest and discount income	29	82,198	364,350	(282,152)	(77.4)
Interest and dividend income on trading portfolios	29	758	828	(70)	(8.5)
Interest and dividend income on financial investments	29	4,708	5,335	(627)	(11.8)
Interest payable	30	21,132	259,231	(238,099)	(91.8)
Interest income, net		66,532	111,283	(44,751)	(40.2)
Commission income on lending activities		1,847	1,564	283	18.1
Commission income on securities and investment transactions	31	519,374	601,313	(81,939)	(13.6)
Commission income on other services	32	72,005	83,410	(11,405)	(13.7)
Commissions payable		117,176	124,570	(7,394)	(5.9)
Fee and commission income, net		476,050	561,718	(85,668)	(15.3)
Results of trading operations	33	102,275	116,524	(14,249)	(12.2)
Proceeds from the sale of financial investments		(53)	(3,146)	3,094	(98.3)
Income from holdings		19,596	28,727	(9,131)	(31.8)
<i>of which: - holdings reported using the equity method</i>		<i>4,896</i>	<i>7,187</i>	<i>(2,291)</i>	<i>(31.9)</i>
<i>- other non-consolidated holdings</i>		<i>14,700</i>	<i>21,540</i>	<i>(6,840)</i>	<i>(31.8)</i>
Real estate income		1,181	735	446	60.7
Other ordinary income	34	14,977	11,259	3,718	33.0
Other ordinary expenses		670	1,019	(349)	(34.3)
Other ordinary results		35,031	36,556	(1,524)	(4.2)
Total operating income		679,888	826,080	(146,192)	(17.7)
Personnel expenses	35	349,376	383,135	(33,759)	(8.8)
Other operating expenses	36	118,650	125,235	(6,585)	(5.3)
Total operating expenses		468,026	508,371	(40,345)	(7.9)
Gross profit		211,862	317,709	(105,847)	(33.3)
Depreciation of fixed assets	8, 37	35,154	32,322	2,832	8.8
Valuation adjustments, provisions and losses	38	11,917	34,113	(22,196)	(65.1)
Result before extraordinary items and taxes		164,791	251,274	(86,483)	(34.4)
Extraordinary income	39	46,310	22,957	23,353	101.7
Extraordinary expenses	39	41,494	25,843	15,651	60.6
Taxes	40	32,793	47,371	(14,578)	(30.8)
Consolidated net income	41, 42, 43	136,814	201,017	(64,203)	(31.9)
<i>of which: - minority interests' share in consolidated net income</i>		<i>12,375</i>	<i>23,044</i>	<i>(10,669)</i>	<i>(46.3)</i>

Parent company results at 31.12.2009

Net profit

2009 non-consolidated net profit totalled CHF 118.5 million, down 25.6% on the 2008 level of CHF 159.3 million. This can be regarded as a good bottom line in view of the economic and market context in the reporting year.

Dividend

Considering the Bank's results and strong financial condition, the Board of Directors recommends a dividend payout totalling CHF 81 million (versus CHF 108 million in 2008).

Balance sheet review

At 31 Dec. 2009 the balance sheet total stood at CHF 6.2 billion, marking a jump of CHF 2.1 billion on the year-earlier figure.

As in 2008 the increase resulted from the financial crisis, which prompted clients to move into more liquid asset classes. In order to ensure maximum security, the Bank deposited funds with counterparties under existing reverse repo agreements and effected sight deposits directly with the Swiss National Bank.

On the assets side, cash and claims arising from money market paper totalled CHF 2.1 billion, double the 2008 level of CHF 1.1 billion.

Funds due from banks rose by CHF 1.2 billion to CHF 2.5 billion, including CHF 1.9 billion held with correspondents under reverse repo agreements.

Cash, bank deposits and money market claims together came to CHF 4.7 billion. This item accounts for 75.1 % of the balance sheet total.

Loans to customers amounted to CHF 487.3 million, up 1.3 % on the end-2008 level. They represent 7.9 % of the balance sheet total.

Securities and precious metals held for trading purposes totalled CHF 19 million, down CHF 3.6 million on the previous year's level.

Financial investments totalled CHF 552 million, up CHF 201.4 million on the year-earlier figure. Most of this rise was attributable to the stock of precious metals used to cover our clients' metal accounts.

Long-term holdings amounted to CHF 222.7 million, down CHF 46.5 million on the 2008 level. The decrease stemmed primarily from the merger of Banque Privée Edmond de Rothschild SA and Arbinter-Omnivalor SA on 1 March 2009, retroactive to 1 Jan. 2009.

Fixed assets came to CHF 90.3 million, compared with CHF 83.4 million at end-Dec. 2008.

Other assets amounted to CHF 152.8 million, down sharply on the 2008 total. The decrease was mainly attributable to the lower positive replacement values of open forward currency contracts. This item is counter-balanced by the corresponding decrease in negative replacement values included in "Other liabilities".

On the liabilities side, funds due to banks rose by CHF 139.4 million to CHF 387.2 million, chiefly reflecting cash management at the Group level.

At 31 Dec. 2009 customer deposits totalled CHF 4.7 billion as against 2.4 billion a year earlier. They account for 75.8% of the balance sheet total.

Other liabilities came to CHF 175 million, down markedly as a result of the lower negative replacement values of open forward currency contracts at the end of the reporting period.

Valuation adjustments and provisions grew by CHF 12 million to CHF 165.7 million, chiefly owing to the increase in "Other provisions".

Following appropriation of net income, shareholders' equity will amount to CHF 625.6 million, or 10.1 % of the balance sheet total. On that basis return on equity at end-2009 worked out to 19.5 %. Applying the BIS rules under Basel II, required shareholders' equity totalled CHF 110.3 million while eligible capital came to CHF 494.1 million. The BIS ratio stood at 35.8 %.

Roundup of results

The Bank's net profit at 31 Dec. 2009 totalled CHF 118.5 million, marking a drop of 25.6 % compared with the year-earlier figure of CHF 159.3 million.

Revenue

Interest income declined 29.3% versus the 2008 level to CHF 22.4 million. This reflects lower money market interest rates and our Bank's prudent investment of cash.

Income from fees and commissions amounted to CHF 176.2 million, compared with CHF 187.2 million in 2008.

Results of trading operations came to CHF 35.2 million, up CHF 3.7 million on the previous year. The increase was mainly attributable to the results of securities dealing.

Other ordinary results fell 22.7 % to CHF 132.4 million. The drop was due, in particular, to the lower dividends collected on our long-term holdings and, to a lesser extent, to sales of financial investments.

Expenses

Operating expenses totalled CHF 202.9 million, down 2 % on the 2008 level. Personnel expenses declined by 3.4 %, while other operating costs edged up 2.6 %.

At CHF 163.3 million, gross profit was down 23.9 % compared with the year-earlier figure of CHF 214.7 million.

Depreciation of fixed assets totalled CHF 19.1 million, marking an increase of CHF 3.1 million on the previous year.

Valuation adjustments, provisions and losses fell by CHF 4.6 million from the end-2008 level to CHF 19.3 million.

Taxes due on our 2009 earnings are estimated at CHF 10.1 million, down by CHF 5.9 million on the year-earlier level.

Elections as per bylaws

The terms of E. Trevor Salathé, Manuel Dami and Jacques-André Reymond expire on the date of the 2009 Annual General Meeting. We propose that these Directors be re-elected for the periods prescribed in article 19 of the Bank's bylaws.

We further propose that a new Director, Klaus Jenny, be elected for the three-year term provided in the bylaws.

Finally, we propose that for 2010 Pricewaterhouse-Coopers SA be re-appointed as the Independent Auditors of the Bank and the Group.

Outlook for 2010

In 2010 the key to success will be our threefold ability to adapt to the new conditions shaping our business, to rise to the challenges ahead and to satisfy the expectations of our clients. We believe that the strategy we are pursuing will enable us to achieve these objectives.

We will continue adding new professionals to our workforce and will invest in new premises as well as in IT equipment. Our aim is not only to provide our clients with top-quality service but also to enhance our competitiveness.

We plan to go on extending our international network, in particular by opening a branch in Hong Kong that will give us better access to clients in Asia. In our view this region will be instrumental in our Group's development and future success.

Our attitude nevertheless remains guarded in view of geopolitical, economic and market environments fraught with uncertainty.

We cannot conclude this report without expressing gratitude to our shareholders and clients for their abiding trust.

Our thanks also go to our management and staff for their dedication and fine work.

Key figures

of Banque Privée Edmond de Rothschild S.A., Geneva

	2009	2008	Change (in CHF)	Change (in %)
Balance sheet (in thousands of CHF)				
Due from banks	2,531,441	1,299,505	1,231,936	94.8
Advances to customers	487,284	480,973	6,311	1.3
Due to banks	387,202	247,775	139,427	56.3
Customer deposits	4,696,906	2,350,810	2,346,096	99.8
Shareholders' equity (after appropriation)	625,575	586,931	38,644	6.6
Balance sheet total	6,197,568	4,106,037	2,091,531	50.9
Profit and loss account (in thousands of CHF)				
Interest income, net	22,401	31,672	(9,271)	(29.3)
Fee and commission income, net	176,207	187,165	(10,958)	(5.9)
Results of trading operations	35,197	31,535	3,662	11.6
Operating expenses (personnel costs and overheads)	202,888	207,057	(4,169)	(2.0)
Net income	118,500	159,323	(40,823)	(25.6)
Staff (number of employees)				
Number of employees at year-end (converted into full-time jobs)	549	513	36	7.0
Profitability (%)				
Return on equity				
- net profit/average shareholders' equity after profit appropriation	19.5	28.4	-	-
Return on assets				
- net profit/average assets	2.3	4.7	-	-
Shares				
Dividend (in thousands of CHF)	81,000	108,000	(27,000)	(25.0)
Dividend (% of share capital)	180	240	(60)	(25.0)
Stock market capitalisation (in thousands of CHF)	2,109,450	2,173,000	(63,550)	(2.9)
Data per bearer share:				
- net income per share (CHF)	1,317	1,770	(454)	(25.6)
- dividend (CHF)	900	1,200	(300)	(25.0)
- quoted price at 31.12 (CHF)	25,725	26,500	(775)	(2.9)
- gross yield (%)	3.5	4.5	-	-

The Bank's registered shares are reported at their 31 Dec. 2009 value less 20%.

Balance sheet

before profit appropriation at 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Assets					
Cash and other liquid assets		2,102,495	995,309	1,107,186	111.2
Claims arising from money market paper		22,065	31,508	(9,443)	(30.0)
Due from banks	1	2,531,441	1,299,505	1,231,936	94.8
Due from customers		476,719	473,357	3,362	0.7
Mortgage loans		10,565	7,616	2,949	38.7
Total advances to customers		487,284	480,973	6,311	1.3
Securities and precious metals held for trading purposes	2	18,993	22,621	(3,628)	(16.0)
Financial investments	3	551,971	350,584	201,387	57.4
Holdings	4	222,698	269,151	(46,453)	(17.3)
Fixed assets	5	90,278	83,375	6,903	8.3
Accrued income and prepaid expenses		17,536	21,500	(3,964)	(18.4)
Other assets	6	152,807	551,511	(398,704)	(72.3)
Total assets	7, 14	6,197,568	4,106,037	2,091,531	50.9
Subordinated amounts receivable		-	-	-	-
Amounts due from Group companies and qualifying shareholders	4, 11	355,274	262,639	92,635	35.3
Liabilities					
Liabilities arising from money market paper		3,030	46	2,984	6,487.0
Due to banks		387,202	247,775	139,427	56.3
Other amounts due to customers	8	4,696,906	2,350,810	2,346,096	99.8
Total due to customers		4,696,906	2,350,810	2,346,096	99.8
Accrued expenses and deferred income		63,225	80,756	(17,531)	(21.7)
Other liabilities	9	174,954	578,065	(403,111)	(69.7)
Valuation adjustments and provisions	10	165,676	153,654	12,022	7.8
Reserves for general banking risks	10	50,000	50,000	-	-
Share capital	11	45,000	45,000	-	-
General statutory reserve		119,385	119,385	-	-
Other reserves		366,143	317,149	48,994	15.4
<i>of which: - treasury stock</i>		<i>34,430</i>	<i>39,497</i>	<i>(5,067)</i>	<i>(12.8)</i>
Net profit brought forward		7,547	4,074	3,473	85.2
Net profit for the year		118,500	159,323	(40,823)	(25.6)
Total shareholders' equity before profit appropriation	11,12,13	706,575	694,931	11,644	1.7
Total liabilities	14	6,197,568	4,106,037	2,091,531	50.9
Subordinated liabilities		-	-	-	-
Due to Group companies and qualifying shareholders	4, 11	383,036	536,432	(153,396)	(28.6)

Balance sheet

at 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Off-balance sheet transactions					
Contingent liabilities	16	207,301	212,400	(5,099)	(2.4)
Irrevocable liabilities		10,352	5,586	4,766	85.3
Derivative instruments:					
- positive replacement values		152,090	550,444	(398,354)	(72.4)
- negative replacement values		153,738	550,282	(396,544)	(72.1)
- underlying values		16,408,016	21,164,041	(4,756,025)	(22.5)
Fiduciary transactions	17	3,640,626	5,015,334	(1,374,708)	(27.4)

Profit and loss account

for the year ended 31 December 2009 (in thousands of CHF)

	Notes	2009	2008	Change (in thousands of CHF)	Change (in %)
Interest and discount income		23,879	49,991	(26,112)	(52.2)
Interest and dividend income on trading portfolios		44	40	4	10.0
Interest and dividend income on financial investments		1,454	1,176	278	23.6
Interest payable		2,976	19,535	(16,559)	(84.8)
Interest income, net		22,401	31,672	(9,271)	(29.3)
Commission income on lending activities		1,100	1,072	28	2.6
Commission income on securities and investment transactions		211,094	226,149	(15,055)	(6.7)
Commission income on other services		25,124	21,547	3,577	16.6
Commissions payable		61,111	61,603	(492)	(0.8)
Fee and commission income, net		176,207	187,165	(10,958)	(5.9)
Results of trading operations	18	35,197	31,535	3,662	11.6
Proceeds from the sale of financial investments		2,044	16,653	(14,609)	(87.7)
Income from holdings		123,142	148,382	(25,240)	(17.0)
Proceeds from real estate		165	62	103	166.1
Other ordinary income		7,063	6,736	327	4.9
Other ordinary expenses		44	498	(454)	(91.2)
Other ordinary results		132,370	171,335	(38,965)	(22.7)
Personnel expenses		152,866	158,326	(5,460)	(3.4)
Other operating expenses		50,022	48,731	1,291	2.6
Operating expenses		202,888	207,057	(4,169)	(2.0)
Gross profit		163,287	214,650	(51,363)	(23.9)
Depreciation of fixed assets		19,088	15,988	3,100	19.4
Valuation adjustments, provisions and losses		19,343	23,899	(4,556)	(19.1)
Result before extraordinary items and taxes		124,856	174,763	(49,907)	(28.6)
Extraordinary income	19	3,734	565	3,169	560.9
Extraordinary expenses	19	8	28	(20)	(71.4)
Taxes		10,082	15,977	(5,895)	(36.9)
Net income for the reporting year		118,500	159,323	(40,823)	(25.6)

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