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Report of the Statutory Auditor on the Financial Statements to the General Meeting of
Credit Suisse AG, Zurich

As statutory auditor, we have audited the accompanying financial statements of Credit Suisse AG (the "Bank"), which comprise the balance sheet, statements of income and notes for the year ended December 31, 2010.

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 Bank'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 December 31, 2010 comply with Swiss law and the Bank's articles of incorporation.



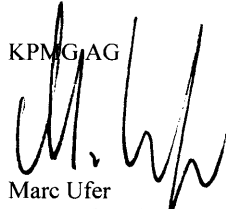
Report on Other Legal and Regulatory Requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) (Switzerland) 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 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 Bank's articles of incorporation. We recommend that the financial statements submitted to you be approved.

KPMG AG


Marc Ufer
Licensed Audit Expert
Auditor in Charge



Simon Ryder
Licensed Audit Expert

Zurich, Switzerland
March 24, 2011

Financial review

The Credit Suisse AG (Bank) parent company (the Bank parent company) recorded net operating income of CHF 9,620 million in 2010, compared to CHF 8,675 million in 2009. After deduction of operating expenses totaling CHF 6,957 million, representing a decrease of 5% compared to 2009, gross operating profit increased CHF 1,321 million, or 98%, compared to 2009, and amounted to CHF 2,663 million.

Depreciation of noncurrent assets of CHF 5,444 million, including an impairment of CHF 4,721 million relating to the merger of a subsidiary in the second quarter of 2010, and valuation adjustments, provisions and losses of CHF 27 million compared to CHF 861 million in 2009, resulted in an operating loss of CHF 2,808 million. The Bank parent company recorded a net loss of CHF 2,674 million in 2010, compared to a net profit of CHF 378 million in 2009.

Net interest income of CHF 2,538 million in 2010 decreased CHF 634 million, or 20%, compared to 2009. Net commission and service fee activities of CHF 4,153 million decreased CHF 114 million, or 3%. The Bank parent company reported net trading income of CHF 1,824 million, compared to net trading income of CHF 70 million in 2009. Net

other ordinary income was CHF 1,105 million, a decrease of CHF 61 million, or 5%, compared to 2009.

Operating expenses of CHF 6,957 million were down CHF 376 million, or 5%, compared to 2009. Personnel expenses decreased by CHF 377 million, or 7%, to CHF 5,285 million. Property, equipment and administrative costs were stable at CHF 1,672 million compared to 2009. Extraordinary income and extraordinary expenses in 2010 of CHF 264 million and CHF 431 million, respectively, were primarily related to prior periods.

In accordance with a new Swiss Financial Market Supervisory Authority (FINMA) accounting interpretation issued in December 2010 and adopted prospectively as of the end of the year, the Bank parent company has applied fair value measurement for certain issued structured products that include own debt, which resulted in a fair value loss of CHF 29 million included in net trading income and a net post-tax loss of CHF 30 million for the year ended December 31, 2010.

At the Annual General Meeting on April 29, 2011, the registered shareholders will be asked to approve the Board of Directors' proposed appropriation of retained earnings, which includes a dividend of CHF 10 million.

Parent company financial statements

Statements of income

	Reference to notes	2010	2009
Net interest income (CHF million)			
Interest and discount income		8,132	10,134
Interest and dividend income from trading portfolio		1,064	1,157
Interest and dividend income from financial investments		184	244
Interest expense		(6,842)	(8,363)
Net interest income		2,538	3,172
Net commission and service fee activities (CHF million)			
Commission income from lending transactions		676	715
Securities and investment commissions		3,523	3,346
Other commission and fee income		638	791
Commission expense		(684)	(585)
Net commission and service fee activities		4,153	4,267
Net trading income	3	1,824	70
Net other ordinary income (CHF million)			
Income from the disposal of financial investments		32	52
Income from participations		597	486
Income from real estate		32	31
Other ordinary income		884	1,047
Other ordinary expenses		(440)	(450)
Net other ordinary income		1,105	1,166
Net operating income		9,620	8,675
Operating expenses (CHF million)			
Personnel expenses		5,285	5,662
Property, equipment and administrative costs		1,672	1,671
Total operating expenses		6,957	7,333
Gross operating profit		2,663	1,342
Depreciation of noncurrent assets		5,444	661
Valuation adjustments, provisions and losses		27	861
Operating loss		(2,808)	(180)
Extraordinary income	3	264	618
Extraordinary expenses	3	(431)	0
Taxes		301	(60)
Net profit/(loss)		(2,674)	378

Balance sheets

	Reference to notes	2010	end of 2009
Assets (CHF million)			
Cash and other liquid assets		44,874	34,546
Money market papers		4,211	3,454
Due from banks		201,185	173,781
Due from customers		173,743	198,696
Mortgages		94,562	93,804
Securities and precious metals trading portfolio		29,402	37,592
Financial investments		6,053	5,626
Participations		34,162	18,629
Tangible fixed assets		3,138	3,087
Intangible assets		1,182	1,111
Accrued income and prepaid expenses		2,527	3,041
Other assets	5	23,613	23,888
Total assets		618,652	597,255
of which subordinated amounts receivable		451	744
of which amounts receivable from group companies and qualified shareholders		270,456	271,865
Liabilities and shareholder's equity (CHF million)			
Liabilities from money market papers	7	34,883	12,758
Due to banks		122,299	127,536
Due to customers, savings and investment deposits		45,423	42,422
Due to customers, other deposits		233,225	246,500
Medium-term notes		2,107	1,499
Bonds and mortgage-backed bonds	7	119,051	102,426
Accrued expenses and deferred income		5,084	6,187
Other liabilities	5	22,699	19,797
Valuation adjustments and provisions	9	1,211	1,375
Total liabilities		585,982	560,500
Share and participation capital	10	4,400	4,400
General legal reserves		23,930	22,063
Other reserves		610	610
Retained earnings carried forward		6,404	9,304
Net profit/(loss)		(2,674)	378
Total shareholder's equity	12	32,670	36,755
Total liabilities and shareholder's equity		618,652	597,255
of which subordinated amounts payable		25,155	25,289
of which amounts payable to group companies and qualified shareholders		139,752	133,695

Off-balance sheet transactions

end of	2010	2009
Off-balance sheet transactions (CHF million)		
Contingent liabilities	232,197	217,625
Irrevocable commitments	51,208	60,627
Liabilities for calls on shares and other equity instruments	27	27
Fiduciary transactions	7,750	8,951
Derivative financial instruments (CHF million)		
Gross positive replacement values	77,565	64,856
Gross negative replacement values	77,871	62,421
Contract volume	5,191,849	4,653,242

The company belongs to the Swiss value-added tax group of Credit Suisse Group, and thus carries joint liability to the Swiss federal tax authority for value-added tax debts of the entire Group.

Contingent liabilities to other Bank entities include guarantees for obligations, performance-related guarantees and letters of comfort issued to third parties. Contingencies with a stated amount are included in the off-balance sheet section of the financial statements. In some instances, the Bank parent company's exposure is not defined as an amount but relates to

specific circumstances as the solvency of subsidiaries or the performance of a service.

Further, as shareholder of Credit Suisse International, an unlimited company incorporated in England and Wales, the Bank parent company has a joint and several unlimited obligations to meet any insufficiency in the assets in the event of liquidation.

Notes to the financial statements

1 Description of business activities

The Bank parent company is a Swiss bank with total assets of CHF 618.7 billion and shareholder's equity of CHF 32.7 billion as of December 31, 2010.

The Bank parent company is a 100% subsidiary of Credit Suisse Group AG domiciled in Switzerland. The Bank parent company's business consists of three segments: Private Banking, Investment Banking and Asset Management:

- Private Banking offers comprehensive advice and a broad range of wealth management solutions, including pension planning, life insurance products, tax planning and wealth and inheritance advice, which are tailored to the needs of high-net-worth and ultra-high-net-worth individuals worldwide. In Switzerland, it supplies banking products and services to individual clients, including affluent, high-net-worth and ultra-high-net-worth clients, and corporates and institutions.

- Investment Banking offers investment banking and securities products and services to corporate, institutional and government clients around the world. Its products and services include debt and equity underwriting, sales and trading, M&A advice, divestitures, corporate sales, restructuring and investment research.
- Asset Management offers integrated investment solutions and services to institutions, governments and private clients. It provides access to a wide range of investment classes, building on its global strengths in alternative investments and traditional investments.

The three segments are complemented by Shared Services, which provides support in the areas of finance, operations, human resources, legal and compliance, risk management and information technology.

2 Accounting and valuation policies

Basis for accounting

The Bank parent company's stand alone financial statements are prepared in accordance with the accounting rules of the Swiss Federal Law on Banks and Savings Banks, the respective Implementing Ordinance and FINMA Circular 2008/2, "Accounting – banks" (Swiss GAAP statutory).

The Bank's consolidated financial statements are prepared in accordance with accounting principles generally accepted in the US (US GAAP). For a detailed description of the Bank's accounting and valuation principles, refer to *Note 1 – Summary of significant accounting policies in VII – Consolidated financial statements – Credit Suisse (Bank)*.

For significant valuation and income recognition differences between US GAAP and Swiss GAAP (true and fair view), refer to *Note 37 – Significant valuation and income recognition differences between US GAAP and Swiss GAAP (true and fair view) in VII – Consolidated financial statements – Credit Suisse (Bank)*. Additional differences between US GAAP and Swiss GAAP statutory are stated below and should be read in conjunction with *Note 1 – Summary of significant accounting policies in VII – Consolidated financial statements – Credit Suisse (Bank)*.

Foreign currency translations

Under US GAAP, foreign currency translation adjustments for available-for-sale securities are reported in accumulated other comprehensive income/(loss), which is part of total shareholder's equity, whereas for Swiss GAAP statutory purposes they are included in the statements of income.

Share-based compensation

Under US GAAP, share-based compensation plans are treated as equity awards. Under Swiss GAAP, such plans are treated as liability awards.

Treasury shares and derivatives on own shares

Under US GAAP, treasury shares are recognized at cost directly in equity. Under Swiss GAAP, own shares and derivatives on own shares are recognized as assets or liabilities. Treasury shares can be classified as trading assets and marked to market through the income statement or as financial investment carried at lower of cost or market value. Derivatives on own shares are reported at fair value in other assets or other liabilities.

Derivatives used for fair value hedging

Under US GAAP, the full amount of unrealized losses on derivatives classified as hedging instruments and the corresponding gains on the hedged available-for-sale securities are recognized in income. Under Swiss GAAP, the amount representing the portion exceeding historical cost of the hedged financial investments is recorded in the compensation account.

Deferred taxes

US GAAP allows the recognition of deferred tax assets on net operating loss carry-forwards. Such recognition is not allowed for Swiss GAAP statutory purposes.

Participations

The portfolio valuation method is applied on participations.

Undisclosed reserves

Unlike US GAAP, Swiss GAAP statutory financial statements may include and be influenced by undisclosed reserves. Undisclosed reserves arise from economically unnecessary write-downs on fixed assets and participations or through market-related price increases, which are not reflected in the statements of income. Such undisclosed reserves arise from recording excessive provisions and loan loss reserves. In addition, such undisclosed reserves arise if provisions and loan reserves, which are no longer necessary, are not written back to income.

Notes on risk management

For information on the Bank parent company's policy with regard to risk management and the use of financial derivatives, refer to *Note 8 – Trading revenues and Note 29 – Derivatives and hedging activities in VII – Consolidated financial statements – Credit Suisse (Bank)*.

Changes to accounting policies**Structured products that include own debt**

For issued structured products that include own debt and meet certain other requirements fair value measurement is applied on a case-by-case basis in accordance with FINMA accounting interpretation as referred to in FINMA's Frequently Asked Questions (FAQ) published in December 2010. The related changes in fair value are recognized in net trading income/(loss), except for fair value adjustments relating to own debt that cannot be recognized in the statements of income for Swiss GAAP statutory purposes. In accordance with FINMA accounting rules, this change in accounting policy has been applied prospectively as of December 31, 2010 on all qualifying instruments. The cumulative effect of adopting fair value measurement for these instruments was a fair value loss of CHF 29 million included in net trading income and a net post-tax loss of CHF 30 million for the year ended December 31, 2010.

3 Additional information on the parent company statements of income

in	2010	2009
Net trading income (CHF million)		
Income from trading in interest-related instruments	922	442
Income from trading in equity instruments	356	766
Income from foreign exchange and banknote trading	1,286	132
Income from precious metals trading	50	22
Other gain/(loss) from trading	(790)	(1,292)
Total net trading income	1,824	70
in	2010	2009
Extraordinary income and expenses (CHF million)		
Gains realized on the disposal of participations	17	106
Other extraordinary income ¹	247	512
Extraordinary income	264	618
Other extraordinary expenses ¹	(431)	0
Extraordinary expenses	(431)	0
Total net extraordinary income and expenses	(167)	618

¹ Substantially all related to prior periods.

4 Pledged assets and assets under reservation of ownership

end of	2010	2009
Pledged assets and assets under reservation of ownership (CHF million)		
Assets pledged and assigned as collateral	20,768	17,531
Actual commitments secured	13,355	12,827

5 Other assets and other liabilities

end of	2010	2009
Other assets (CHF million)		
Net positive replacement values	22,267	22,423
Other	1,346	1,465
Total other assets	23,613	23,888
Other liabilities (CHF million)		
Net negative replacement values	21,828	18,981
Other	871	816
Total other liabilities	22,699	19,797

6 Securities borrowing and securities lending, repurchase and reverse repurchase agreements

end of	2010	2009
Securities borrowing and securities lending, repurchase and reverse repurchase agreements (CHF million)		
Due from banks	36,200	25,168
Due from customers	2,618	2,282
Cash collateral paid for securities borrowed and reverse repurchase agreements	38,818	27,450
Due to banks	22,188	22,861
Due to customers	1,731	297
Cash collateral received for securities lent and repurchase agreements	23,919	23,158
Carrying value of securities transferred under securities lending and borrowing and repurchase agreements	4,128	5,379
of which transfers with the right to resell or repledge	4,128	5,379
Fair value of securities received under securities lending and borrowing and reverse repurchase agreements with the right to resell or repledge	90,834	95,121
of which resold or repledged	64,520	78,276

7 Structured products that include own debt

end of	Total book value	Of which reported at fair value
2010 (CHF million)		
Liabilities from money market papers	34,883	3,648
Bonds and mortgage-backed bonds	119,051	17,885
Total	153,934	21,533

8 Liabilities due to own pension plans

Liabilities due to the Bank parent company's own pension plans as of December 31, 2010 and 2009 of CHF 1,298 million and CHF 1,102 million, respectively, are reflected in various liability accounts in the Bank parent company's balance sheets.

9 Valuation adjustments and provisions

	Total 2009	Utilized for purpose	Recoveries, endangered interest, currency differences	New charges to income statement	Releases to income statement	Total 2010
Valuation adjustments and provisions (CHF million)						
Provisions for deferred taxes	423	0	30	55	(233)	275
Valuation adjustments and provisions for default risks	1,307	(243)	(8)	323	(415)	964
Valuation adjustments and provisions for other business risks ¹	84	(17)	1	34	(9)	93
Other provisions ^{2,3}	868	(28)	(61)	129	(65)	843
Subtotal	2,259	(288)	(68)	486	(489)	1,900
Total valuation adjustments and provisions	2,682	(288)	(38)	541	(722)	2,175
Less direct charge-offs against specific assets	(1,307)					(964)
Total valuation adjustments and provisions as shown in the balance sheet	1,375					1,211

¹ Provisions are not discounted due to short-term nature. ² Includes provisions in respect of litigation claims of CHF 39 million and CHF 40 million as of December 31, 2010 and 2009, respectively. ³ Includes provisions for pension benefit obligations from international plans of CHF 3 million as of December 31, 2010.

10 Composition of share and participation capital and authorized capital

	2010		2009	
	Quantity	Total nominal value in CHF million ¹	Quantity	Total nominal value in CHF million ¹
Registered shares (at CHF 100)				
Share capital as of January 1	43,996,652	4,400	43,996,652	4,400
Share capital as of December 31	43,996,652	4,400	43,996,652	4,400
Participation certificates (at CHF 0.01)²				
Participation certificates as of January 1	750,000	0	750,000	0
Participation certificates as of December 31	1,500,000	0	750,000	0

¹ The dividend eligible capital equals the total nominal value. ² For information on principal characteristics of participation certificates, refer to article 4a in the Articles of Association of Credit Suisse AG.

11 Major shareholders and groups of shareholders

end of	2010			2009		
	Quantity	Total nominal value in CHF million	Share %	Quantity	Total nominal value in CHF million	Share %
Major shareholders and groups of shareholders						
Credit Suisse Group AG	43,996,652	4,400	100%	43,996,652	4,400	100%

In a disclosure notification that the Group received on February 1, 2010, Crescent Holding GmbH, a company controlled by the Olayan Group, confirmed that it continues to hold 78.4 million shares, or 6.60%, of the registered Group shares on January 30, 2010.

In a disclosure notification that the Group received on August 27, 2010, the Group was notified that as of April 28, 2010, Qatar Holding Netherlands B.V. held 73.2 million shares, or 6.17%, of the registered Group shares.

12 Shareholder's equity

	2010	2009
Shareholder's equity (CHF million)		
Share and participation capital	4,400	4,400
General legal reserves	22,063	22,063
Other reserves	610	610
Retained earnings	9,682	9,314
of which carried forward from previous year	9,304	11,554
of which net profit/(loss)	378	(2,240)
Total shareholder's equity as of January 1	36,755	36,387
Other changes	1,589	0
Dividend	(3,000)	(10)
Net profit/(loss)	(2,674)	378
Total shareholder's equity as of December 31 (before profit allocation)	32,670	36,755
Share and participation capital	4,400	4,400
General legal reserves	23,930	22,063
Other reserves	610	610
Retained earnings	3,730	9,682
of which carried forward from previous year	6,404	9,304
of which net profit/(loss)	(2,674)	378
Total shareholder's equity as of December 31 (before profit allocation)	32,670	36,755

13 Amounts receivable from and payable to affiliated companies and loans to members of the Bank parent company's governing bodies

end of	2010	2009
Amounts receivable from and amounts payable to affiliated companies and loans to members of the Bank parent company's governing bodies (CHF million)		
Amounts receivable from affiliated companies	7,351	5,453
Amounts payable to affiliated companies	14,220	18,790
Loans to members of the Bank parent company's governing bodies	51	43

14 Significant transactions with related parties

Transactions (such as securities transactions, payment transfer services, borrowings and compensation for deposits) with related parties are carried out at arm's length.

15 Fire insurance value of tangible fixed assets

end of	2010	2009
Fire insurance value of tangible fixed assets (CHF million)		
Real estate	3,392	3,367
Other fixed assets	327	349

16 Liabilities for future payments in connection with operating leases

end of	2010	2009
Liabilities for future payments in connection with operating leases (CHF million)		
Total	842	929

17 Fiduciary transactions

end of	2010	2009
Fiduciary transactions (CHF million)		
Fiduciary placements with third-party institutions	7,687	8,949
Fiduciary placements with affiliated and associated banks	61	0
Fiduciary loans and other fiduciary transactions	2	2
Total fiduciary transactions	7,750	8,951

18 Number of employees

end of	2010	2009
Number of employees (full-time equivalents)		
Switzerland	18,100	17,600
Abroad	4,900	4,600
Total number of employees	23,000	22,200

19 Foreign currency translation rates

	End of		Average in	
	2010	2009	2010	2009
1 USD / 1 CHF	0.94	1.03	1.04	1.08
1 EUR / 1 CHF	1.25	1.49	1.38	1.51
1 GBP / 1 CHF	1.45	1.66	1.61	1.68
100 JPY / 1 CHF	1.15	1.12	1.19	1.16

20 Outsourcing of services

Where the outsourcing of services through agreements with external service providers is considered significant under the terms of FINMA Circular 2008/7 "Outsourcing banks" those agreements comply with all regulatory requirements with

respect to business and banking secrecy, data protection and customer information. At the Bank, outsourcing of services is in compliance with Circular 2008/7.

21 Risk assessment

For information on the Bank parent company's risk assessment in accordance with the Swiss Code of Obligations, refer to *Note 38 – Risk assessment in VII – Consolidated financial statements – Credit Suisse (Bank)*.

Proposed appropriation of retained earnings

end of	2010
Retained earnings (CHF million)	
Retained earnings carried forward	6,404
Net loss	(2,674)
Retained earnings available for appropriation	3,730
Dividend	10
Balance to be carried forward	3,720