

# VIII

## **Parent company financial statements – Credit Suisse (Bank)**

- 469 Report of the Statutory Auditor**
- 471 Financial review**
- 472 Parent company financial statements**
- 475 Notes to the financial statements**  
(see the following page for a detailed list)
- 483 Proposed appropriation of retained earnings**

## Parent company financial statements

471	Financial review
472	Statements of income
473	Balance sheets
474	Off-balance sheet transactions

## Notes to the financial statements

475	1	Description of business activities	480	12	Shareholder's equity
475	2	Accounting and valuation policies	480	13	Amounts receivable from and payable to affiliated companies and loans to members of the Bank parent company's governing bodies
477	3	Additional information on the parent company statements of income	481	14	Significant transactions with related parties
477	4	Pledged assets and assets under reservation of ownership	481	15	Fire insurance value of tangible fixed assets
477	5	Other assets and other liabilities	481	16	Liabilities for future payments in connection with operating leases
478	6	Securities borrowing and securities lending, repurchase and reverse repurchase agreements	481	17	Fiduciary transactions
478	7	Balance sheet items that include issued structured products at fair value	481	18	Number of employees
478	8	Liabilities due to own pension plans	482	19	Foreign currency translation rates
479	9	Valuation adjustments and provisions	482	20	Outsourcing of services
479	10	Composition of share and participation capital and authorized capital	482	21	Risk assessment
479	11	Major shareholders and groups of shareholders			



**KPMG AG**  
**Audit Financial Services**  
Badenerstrasse 172  
CH-8004 Zurich

P.O. Box  
CH-8026 Zurich

Telephone +41 44 249 31 31  
Fax +41 44 249 23 19  
Internet [www.kpmg.ch](http://www.kpmg.ch)

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, 2011.

*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, 2011 comply with Swiss law and the Bank's articles of incorporation.



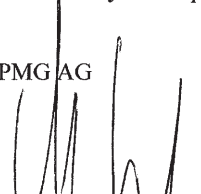
### **Report on Other Legal and Regulatory Requirements**


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 23, 2012

# Financial review

The Credit Suisse AG (Bank) parent company (the Bank parent company) recorded net operating income of CHF 9,467 million in 2011, compared to CHF 9,620 million in 2010. After deduction of slightly decreased operating expenses totaling CHF 6,906 million, gross operating profit decreased CHF 102 million, or 4%, compared to 2010, and amounted to CHF 2,561 million.

Depreciation of noncurrent assets of CHF 602 million compared to CHF 5,444 million in 2010, which included an impairment of CHF 4,721 million relating to the merger of a subsidiary in the second quarter of 2010. Valuation adjustments, provisions and losses of CHF 686 million in 2011 included litigation provisions for US and German tax matters of CHF 478 million. The resulting operating profit in 2011 was CHF 1,273 million, compared to an operating loss of CHF 2,808 million in 2010. The Bank parent company recorded net profit of CHF 1,276 million in 2011, compared to a net loss of CHF 2,674 million in 2010.

Net interest income of CHF 2,047 million in 2011 decreased CHF 491 million, or 19%, compared to 2010. Net

commission and service fee activities of CHF 4,565 million increased CHF 412 million, or 10%. The Bank parent company reported net trading income of CHF 1,790 million, slightly down from CHF 1,824 million in 2010. Net other ordinary income was CHF 1,065 million, a decrease of CHF 40 million, or 4%, compared to 2010.

Operating expenses of CHF 6,906 million were down CHF 51 million compared to 2010. Personnel expenses decreased by CHF 209 million, or 4%, to CHF 5,076 million. Property, equipment and administrative costs increased CHF 158 million, or 9%, compared to 2010. Extraordinary income and extraordinary expenses in 2011 of CHF 91 million and CHF 287 million, respectively, were primarily related to prior periods.

At the Annual General Meeting on April 27, 2012, 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	2011	2010
<b>Net interest income (CHF million)</b>			
Interest and discount income		7,981	8,132
Interest and dividend income from trading portfolio		783	1,064
Interest and dividend income from financial investments		52	184
Interest expense		(6,769)	(6,842)
<b>Net interest income</b>	<b>3</b>	<b>2,047</b>	<b>2,538</b>
<b>Net commission and service fee activities (CHF million)</b>			
Commission income from lending transactions		572	676
Securities and investment commissions		3,941	3,523
Other commission and fee income		690	638
Commission expense		(638)	(684)
<b>Net commission and service fee activities</b>		<b>4,565</b>	<b>4,153</b>
<b>Net trading income</b>	<b>3</b>	<b>1,790</b>	<b>1,824</b>
<b>Net other ordinary income (CHF million)</b>			
Income from the disposal of financial investments		157	32
Income from participations		566	597
Income from real estate		30	32
Other ordinary income		594	884
Other ordinary expenses		(282)	(440)
<b>Net other ordinary income</b>		<b>1,065</b>	<b>1,105</b>
<b>Net operating income</b>		<b>9,467</b>	<b>9,620</b>
<b>Operating expenses (CHF million)</b>			
Personnel expenses		5,076	5,285
Property, equipment and administrative costs		1,830	1,672
<b>Total operating expenses</b>		<b>6,906</b>	<b>6,957</b>
<b>Gross operating profit</b>		<b>2,561</b>	<b>2,663</b>
Depreciation of noncurrent assets		602	5,444
Valuation adjustments, provisions and losses		686	27
<b>Operating profit/(loss)</b>		<b>1,273</b>	<b>(2,808)</b>
Extraordinary income	3	91	264
Extraordinary expenses	3	(287)	(431)
Taxes		199	301
<b>Net profit/(loss)</b>		<b>1,276</b>	<b>(2,674)</b>

## Balance sheets

	Reference to notes	2011	end of 2010
<b>Assets (CHF million)</b>			
Cash and other liquid assets		91,921	44,874
Money market instruments		4,881	4,211
Due from banks		165,899	201,185
Due from customers		167,712	173,743
Mortgages		99,544	94,562
Securities and precious metals trading portfolio		24,023	29,402
Financial investments		3,635	6,053
Participations		34,503	34,162
Tangible fixed assets		3,266	3,138
Intangible assets		1,218	1,182
Accrued income and prepaid expenses		2,462	2,527
Other assets	5	21,547	23,613
<b>Total assets</b>		<b>620,611</b>	<b>618,652</b>
of which subordinated amounts receivable		304	451
of which amounts receivable from group companies and qualified shareholders		227,593	270,456
<b>Liabilities and shareholder's equity (CHF million)</b>			
Liabilities from money market instruments	7	53,363	34,883
Due to banks		118,779	122,299
Due to customers, savings and investment deposits		46,576	45,423
Due to customers, other deposits		220,433	233,225
Medium-term notes		2,687	2,107
Bonds and mortgage-backed bonds	7	118,613	119,051
Accrued expenses and deferred income		3,965	5,084
Other liabilities	5	21,421	22,699
Valuation adjustments and provisions	9	838	1,211
<b>Total liabilities</b>		<b>586,675</b>	<b>585,982</b>
Share and participation capital	10	4,400	4,400
General reserves		5,543	5,543
Reserves from capital contributions		18,387	18,387
General legal reserves		23,930	23,930
Other reserves		610	610
Retained earnings carried forward		3,720	6,404
Net profit/(loss)		1,276	(2,674)
<b>Total shareholder's equity</b>	12	<b>33,936</b>	<b>32,670</b>
<b>Total liabilities and shareholder's equity</b>		<b>620,611</b>	<b>618,652</b>
of which subordinated amounts payable		26,612	25,155
of which amounts payable to group companies and qualified shareholders		107,898	139,752

## Off-balance sheet transactions

end of	2011	2010
<b>Off-balance sheet transactions (CHF million)</b>		
Contingent liabilities	233,238	232,197
Irrevocable commitments	60,607	51,208
Liabilities for calls on shares and other equity instruments	27	27
Fiduciary transactions	5,916	7,750
<b>Derivative financial instruments (CHF million)</b>		
Gross positive replacement values	74,403	77,565
Gross negative replacement values	73,907	77,871
Contract volume	5,398,390	5,191,849

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 620.6 billion and shareholder's equity of CHF 33.9 billion as of December 31, 2011.

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, Private Banking supplies banking products and services to individual clients, including affluent, high-net-worth and ultra-high-net-worth individual 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, mergers and acquisitions 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 areas such as 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 the Swiss Financial Market Supervisory Authority (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), which differ in certain material respects from Swiss GAAP statutory.

- ▶ Refer to "Note 1 – Summary of significant accounting policies" in VII – Consolidated financial statements – Credit Suisse (Bank) for a detailed description of the Bank's accounting and valuation principles.
- ▶ Refer to "Note 37 – Significant valuation and income recognition differences between US GAAP and Swiss GAAP bank law (true and fair view)" in VII – Consolidated financial statements – Credit Suisse (Bank) for information on significant valuation and income recognition differences between US GAAP and Swiss GAAP bank law (true and fair view).

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 resulting from the consolidation of branches with functional currencies other than the Swiss franc are included in accumulated other comprehensive income/(loss) (AOCI) in shareholders' equity. Under Swiss GAAP, foreign currency translation adjustments from the consolidation of foreign branches is recognized in trading income.

Under US GAAP, foreign currency translation adjustments for available-for-sale securities are reported in AOCI, 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 with changes in fair value of unsettled awards recognized in the statements of income.

**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 statements of income or as financial investment carried at lower of cost or market. 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**

Participations are initially recognized at cost. For the purpose of testing the Bank parent company's participations for impair-

ment, the portfolio method is applied. An impairment is recorded if the carrying value of a portfolio of participations exceeds the fair value of the portfolio of participations.

**Notes on risk management**

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

**Changes to accounting policies****Reserves from capital contributions**

Under Swiss tax law effective January 1, 2011, distribution of reserves from capital contribution paid in after December 31, 2006 qualify for an exemption from the federal withholding tax of 35%. Accordingly, the presentation of the balance sheet for general legal reserves within shareholders' equity has been changed to separately disclose general reserves and reserves from capital contributions. The amount established and disclosed in reserves from capital contributions is subject to approval by the Swiss Federal Tax Administration. Prior periods have been conformed to the current presentation.

**Premises and equipment**

In 2011, the estimated useful lives for leasehold and building improvements in Switzerland were increased from five to ten years, based on a change in estimate. The cumulative effect of adopting this change in estimate effective January 1, 2011 was a decrease in depreciation expense of CHF 57 million. The decrease in depreciation expense did not have a tax impact.

### 3 Additional information on the parent company statements of income

in	2011	2010
<b>Net trading income (CHF million)</b>		
Income from trading in interest-related instruments	226	922
Income from trading in equity instruments	270	356
Income from foreign exchange and banknote trading	1,486	1,286
Income from precious metals trading	54	50
Other gain/(loss) from trading	(246)	(790)
<b>Total net trading income</b>	<b>1,790</b>	<b>1,824</b>
in	2011	2010
<b>Extraordinary income and expenses (CHF million)</b>		
Gains realized on the disposal of participations	16	17
Other extraordinary income <sup>1</sup>	75	247
<b>Extraordinary income</b>	<b>91</b>	<b>264</b>
Other extraordinary expenses <sup>1</sup>	(287)	(431)
<b>Extraordinary expenses</b>	<b>(287)</b>	<b>(431)</b>
<b>Total net extraordinary income and expenses</b>	<b>(196)</b>	<b>(167)</b>

<sup>1</sup> Substantially all related to prior periods.

#### Net interest income

Negative interest income is debited to interest income and negative interest expense is credited to interest expense. In

2011, negative interest income and negative interest expense were immaterial.

### 4 Pledged assets and assets under reservation of ownership

end of	2011	2010
<b>Pledged assets and assets under reservation of ownership (CHF million)</b>		
Assets pledged and assigned as collateral	24,921	20,768
Actual commitments secured	14,706	13,355

### 5 Other assets and other liabilities

end of	2011	2010
<b>Other assets (CHF million)</b>		
Net positive replacement values	20,633	22,267
Other	914	1,346
<b>Total other assets</b>	<b>21,547</b>	<b>23,613</b>
<b>Other liabilities (CHF million)</b>		
Net negative replacement values	20,365	21,828
Other	1,056	871
<b>Total other liabilities</b>	<b>21,421</b>	<b>22,699</b>

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

end of	2011	2010
<b>Securities borrowing and securities lending, repurchase and reverse repurchase agreements (CHF million)</b>		
Due from banks	20,332	36,200
Due from customers	3,777	2,618
<b>Cash collateral paid for securities borrowed and reverse repurchase agreements</b>	<b>24,109</b>	<b>38,818</b>
Due to banks	14,144	22,188
Due to customers	372	1,731
<b>Cash collateral received for securities lent and repurchase agreements</b>	<b>14,516</b>	<b>23,919</b>
Carrying value of securities transferred under securities lending and borrowing and repurchase agreements	2,309	4,128
of which transfers with the right to resell or repledge	2,309	4,128
Fair value of securities received under securities lending and borrowing and reverse repurchase agreements with the right to resell or repledge	66,939	90,834
of which resold or repledged	48,955	64,520

## 7 Balance sheet items that include issued structured products at fair value

end of	2011		2010	
	Total book value	Of which reported at fair value	Total book value	Of which reported at fair value
<b>Balance sheet items that include issued structured products at fair value (CHF million)</b>				
Liabilities from money market instruments	53,363	3,301	34,883	3,648
Bonds and mortgage-backed bonds	118,613	18,372	119,051	17,885
<b>Total</b>	<b>171,976</b>	<b>21,673</b>	<b>153,934</b>	<b>21,533</b>

## 8 Liabilities due to own pension plans

Liabilities due to the Bank parent company's own pension plans as of December 31, 2011 and 2010 of CHF 1,895 million and CHF 1,298 million, respectively, are reflected in various liability accounts in the Bank parent company's balance sheets.

## 9 Valuation adjustments and provisions

	Total 2010	Utilized for purpose	Recoveries, endangered interest, currency differences	New charges to income statement	Releases to income statement	Total 2011
<b>Valuation adjustments and provisions (CHF million)</b>						
Provisions for deferred taxes	275	0	(13)	13	(173)	102
Valuation adjustments and provisions for default risks	964	(253)	55	361	(227)	900
Valuation adjustments and provisions for other business risks <sup>1</sup>	93	(11)	1	24	(58)	49
Other provisions <sup>2,3</sup>	843	(719)	(5)	643	(75)	687
<b>Subtotal</b>	<b>1,900</b>	<b>(983)</b>	<b>51</b>	<b>1,028</b>	<b>(360)</b>	<b>1,636</b>
<b>Total valuation adjustments and provisions</b>	<b>2,175</b>	<b>(983)</b>	<b>38</b>	<b>1,041</b>	<b>(533)</b>	<b>1,738</b>
Less direct charge-offs against specific assets	(964)					(900)
<b>Total valuation adjustments and provisions as shown in the balance sheet</b>	<b>1,211</b>					<b>838</b>

<sup>1</sup> Provisions are not discounted due to short-term nature. <sup>2</sup> Includes provisions in respect of litigation claims of CHF 339 million and CHF 39 million as of December 31, 2011 and 2010, respectively. <sup>3</sup> Includes provisions for pension benefit obligations from international plans of CHF 3 million as of December 31, 2011 and 2010.

## 10 Composition of share and participation capital and authorized capital

	2011		2010	
	Quantity	Total nominal value in CHF million <sup>1</sup>	Quantity	Total nominal value in CHF million <sup>1</sup>
<b>Registered shares (at CHF 100)</b>				
Share capital as of January 1	43,996,652	4,400	43,996,652	4,400
<b>Share capital as of December 31</b>	<b>43,996,652</b>	<b>4,400</b>	<b>43,996,652</b>	<b>4,400</b>
<b>Participation certificates (at CHF 0.01) <sup>2</sup></b>				
Participation certificates as of January 1	1,500,000	0	750,000	0
<b>Participation certificates as of December 31</b>	<b>1,500,000</b>	<b>0</b>	<b>1,500,000</b>	<b>0</b>

<sup>1</sup> The dividend eligible capital equals the total nominal value. <sup>2</sup> For information on principal characteristics of participation certificates, refer to articles 4a, 4b and 4c in the Articles of Association of Credit Suisse AG.

## 11 Major shareholders and groups of shareholders

end of	2011			2010		
	Quantity	Total nominal value in CHF million	Share %	Quantity	Total nominal value in CHF million	Share %
<b>Major shareholders and groups of shareholders</b>						
Credit Suisse Group AG	43,996,652	4,400	100%	43,996,652	4,400	100%

In a disclosure notification that the Group published on February 2, 2010, Crescent Holding GmbH, a company controlled by The Olayan Group, confirmed that it continues to hold 78.4 million shares, or 6.6%, of the registered Group shares on January 30, 2010. No further disclosure notification was received from The Olayan Group relating to holdings of Group shares in 2011.

In a disclosure notification that the Group published on April 30, 2011, the Group was notified that as of April 21, 2011, Qatar Holding LLC held 73.2 million shares, or 6.2%, of the registered Group shares. No further disclosure notification was received from Qatar Holding LLC relating to holdings of Group shares in 2011.

## 12 Shareholder's equity

	2011	2010
<b>Shareholder's equity (CHF million)</b>		
Share and participation capital	4,400	4,400
General reserves	5,543	3,676
Reserves from capital contributions	18,387 <sup>1</sup>	18,387 <sup>1</sup>
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
<b>Total shareholder's equity as of January 1</b>	<b>32,670</b>	<b>36,755</b>
Other changes	0	1,589
Dividend	(10)	(3,000)
Net profit/(loss)	1,276	(2,674)
<b>Total shareholder's equity as of December 31 (before profit allocation)</b>	<b>33,936</b>	<b>32,670</b>
Share and participation capital	4,400	4,400
General reserves	5,543	5,543
Reserves from capital contributions	18,387 <sup>1</sup>	18,387 <sup>1</sup>
General legal reserves	23,930	23,930
Other reserves	610	610
Retained earnings	4,996	3,730
of which carried forward from previous year	3,720	6,404
of which net profit/(loss)	1,276	(2,674)
<b>Total shareholder's equity as of December 31 (before profit allocation)</b>	<b>33,936</b>	<b>32,670</b>

<sup>1</sup> Subject to approval by the Swiss Federal Tax Administration.

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

end of	2011	2010
<b>Amounts receivable from and amounts payable to affiliated companies and loans to members of the Bank parent company's governing bodies (CHF million)</b>		
Amounts receivable from affiliated companies	9,326	7,351
Amounts payable to affiliated companies	15,030	14,220
Loans to members of the Bank parent company's governing bodies	55	51

#### 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	2011	2010
<b>Fire insurance value of tangible fixed assets (CHF million)</b>		
Real estate	3,587	3,392
Other fixed assets	324	327

#### 16 Liabilities for future payments in connection with operating leases

end of	2011	2010
<b>Liabilities for future payments in connection with operating leases (CHF million)</b>		
Total	881	842

#### 17 Fiduciary transactions

end of	2011	2010
<b>Fiduciary transactions (CHF million)</b>		
Fiduciary placements with third-party institutions	5,857	7,687
Fiduciary placements with affiliated and associated banks	59	61
Fiduciary loans and other fiduciary transactions	0	2
<b>Total fiduciary transactions</b>	<b>5,916</b>	<b>7,750</b>

#### 18 Number of employees

end of	2011	2010
<b>Number of employees (full-time equivalents)</b>		
Switzerland	18,100	18,100
Abroad	5,000	4,900
<b>Total number of employees</b>	<b>23,100</b>	<b>23,000</b>

## 19 Foreign currency translation rates

	End of		Average in	
	2011	2010	2011	2010
1 USD / 1 CHF	0.94	0.94	0.88	1.04
1 EUR / 1 CHF	1.22	1.25	1.23	1.38
1 GBP / 1 CHF	1.45	1.45	1.42	1.61
100 JPY / 1 CHF	1.21	1.15	1.11	1.19

## 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

- ▶ Refer to "Note 38 – Risk assessment" in VII – Consolidated financial statements – Credit Suisse (Bank) for information on the Bank parent company's risk assessment in accordance with the Swiss Code of Obligations.



# Proposed appropriation of retained earnings

## Proposed appropriation of retained earnings

end of	2011
<b>Retained earnings (CHF million)</b>	
Retained earnings carried forward	3,720
Net profit	1,276
<b>Retained earnings available for appropriation</b>	<b>4,996</b>
Dividend	10
To be carried forward	4,986
<b>Total</b>	<b>4,996</b>