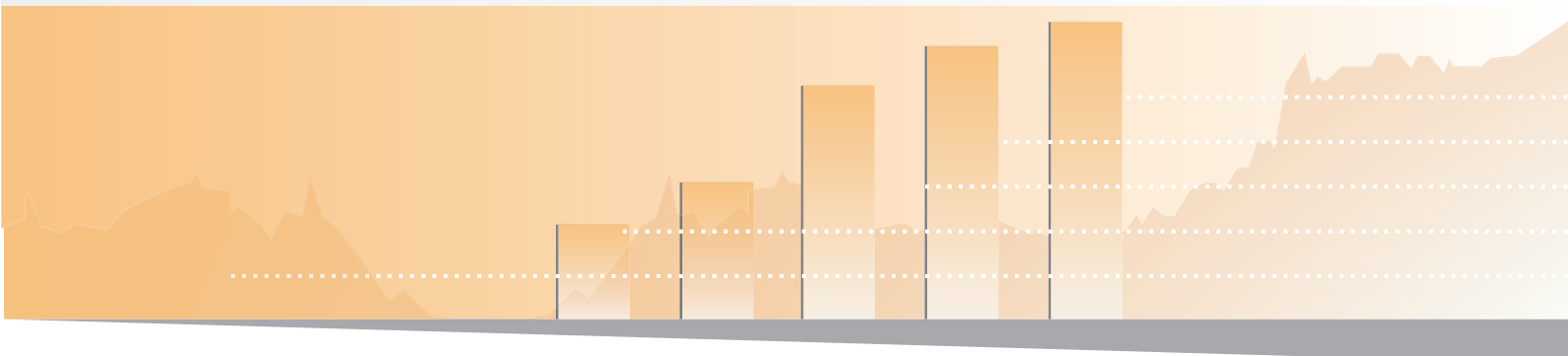




Financial Report
Q1-2007



CONSOLIDATED INTERIM BALANCE SHEET

	Notes	31 March		31 December
		2007	2006	2006
ASSETS				
Cash and balances with central bank		30,726,374	19,634,257	25,355,664
Due from other banks		951,472,523	660,429,269	814,482,578
Derivatives financial instruments		9,461,858	3,621,618	6,142,183
Loans and advances to customers		66,436,384	65,919,692	63,913,743
Pledged assets		96,387,913	22,850,334	99,046,746
Goodwill		-	3,000,000	-
Information technology systems	4	6,077,418	5,333,394	5,717,167
Property, plant and equipment	5	12,155,075	2,091,809	8,569,805
Other assets		6,758,077	4,003,251	3,192,074
Deferred tax assets, net	2	4,009,215	2,926,458	7,062,435
Total assets		1,183,484,837	789,810,082	1,033,482,395
LIABILITIES AND EQUITY				
Liabilities				
Due to other banks		5,056,730	5,887,287	5,743,186
Derivatives financial instruments		9,461,858	3,621,618	6,142,183
Due to customers		1,045,229,986	693,316,527	910,405,200
Other liabilities		17,203,820	15,575,139	16,947,996
Provisions		652,628	871,561	759,619
Total liabilities		1,077,605,022	719,272,132	939,998,184
Equity				
Ordinary shares	6	11,710,696	11,404,448	11,668,648
Share premium		33,954,513	32,497,612	33,780,293
Share option reserve		409,735	290,715	330,685
Other Reserve		(133,604)	-	(22,093)
Treasury shares	7	(9,052,864)	(3,572,774)	(9,011,338)
Retained earnings		68,991,339	29,917,949	56,738,016
Total equity		105,879,815	70,537,950	93,484,211
Total liabilities and equity		1,183,484,837	789,810,082	1,033,482,395

The notes on pages 6 to 9 form an integral part of this condensed interim financial information

CONSOLIDATED INTERIM STATEMENT OF OPERATIONS

	Notes	3 months ended 31 March	
		2007	2006
Fee and commission income		21,876,867	16,714,355
Fee and commission expense		(2,911,711)	(2,204,612)
Net fee and commission income		18,965,156	14,509,743
Interest income		7,105,487	2,705,127
Interest expense		(1,809,841)	(686,613)
Net interest income		5,295,646	2,018,514
Net trading income		2,001,424	1,710,255
Other operating income		742,021	849,610
Operating income		27,004,247	19,088,122
Operating expenses	1	(11,728,133)	(9,772,104)
Operating profit		15,276,114	9,316,018
Income tax, net	2	(3,053,220)	600,000
Net profit		12,222,894	9,916,018
<i>Earning per share</i>	3	8.58	7.05
<i>Diluted earning per share</i>	3	8.49	6.88

The notes on pages 6 to 9 form an integral part of this condensed interim financial information

CONSOLIDATED INTERIM CHANGES IN SHAREHOLDERS' EQUITY

	Share capital	Share premium	Share Option reserve	Other reserve	Treasury shares	Retained earnings	Total
Balance at 1 January 2006	14,133,920	32,021,971	368,580	-	(846,458)	21,299,644	66,977,657
Net change in available-for-sale investments	-	-	-	-	-	-	-
Net profit of the period	-	-	-	-	-	9,916,018	9,916,018
Total recognised income for the period	-	-	-	-	-	9,916,018	9,916,018
Capital increase resulting from the exercise of options	121,640	454,228	-	-	-	-	575,868
Dividend	-	-	-	-	-	(1,410,000)	(1,410,000)
Capital reduction	(2,851,112)	-	-	-	-	-	(2,851,112)
Employee stock option plan:							
Value of services provided	-	-	34,422	-	-	-	34,422
Reclassification of value of services provided for stock options exercised, lapsed or expired in the period	-	-	(112,287)	-	-	112,287	-
Purchase of treasury shares	-	-	-	-	(2,756,667)	-	(2,756,667)
Sale of treasury shares	-	21,413	-	-	30,351	-	51,764
Balance at 31 March 2006	11,404,448	32,497,612	290,715	-	(3,572,774)	29,917,949	70,537,950
Balance at 1 January 2007	11,668,648	33,780,293	330,685	(22,093)	(9,011,338)	56,738,016	93,484,211
Net change in available-for-sale investments	-	-	-	(111,511)	-	-	(111,511)
Net profit of the period	-	-	-	-	-	12,222,894	12,222,894
Total recognised income for the period	-	-	-	(111,511)	-	12,222,894	12,111,383
Capital increase resulting from the exercise of options	42,048	174,220	-	-	-	-	216,268
Dividend	-	-	-	-	-	-	-
Capital reduction	-	-	-	-	-	-	-
Employee stock option plan:							
Value of services provided	-	-	109,479	-	-	-	109,479
Reclassification of value of services provided for stock options exercised, lapsed or expired in the period	-	-	(30,429)	-	-	30,429	-
Purchase of treasury shares	-	-	-	-	(41,526)	-	(41,526)
Sale of treasury shares	-	-	-	-	-	-	-
Balance at 31 March 2007	11,710,696	33,954,513	409,735	(133,604)	(9,052,864)	68,991,339	105,879,815

The notes on pages 6 to 9 form an integral part of this condensed interim financial information

CONSOLIDATED INTERIM CASH FLOW STATEMENT

	Notes	3 months ended 31 March	
		2007	2006
Cash flow from / (used in) operating activities			
Fees and commission receipts		21,190,592	16,650,662
Fees and commission paid		(3,211,804)	(2,174,330)
Interest receipts		6,223,290	1,829,118
Interest paid		(114,540)	(34,790)
Net trading income		2,001,424	1,710,255
Other operating income		236,998	726,754
Cash payments to employees and suppliers		(13,417,671)	(10,126,303)
Cash flow from operating profit before changes in operating assets and liabilities		12,908,289	8,581,366
<i>Net (increase) / decrease in operating assets and net increase / (decrease) in operating liabilities</i>			
Loans and advances to customers		(2,522,641)	(25,374,616)
Other assets		-	32,654
Due to customers		134,824,786	83,298,695
Other liabilities		(211,811)	428,606
Net cash from operating activities		144,998,623	66,966,705
Cash flow from / (used in) investing activities			
Purchase of property, plant and equipment and Information technology systems	4/5	(1,018,483)	(894,220)
Purchase of Gland Office	5	(3,655,093)	(1,273,992)
Redemption of pledged assets		249,695	-
Investment in pledged assets		2,297,627	(12,525,662)
Net cash used in investing activities		(2,126,254)	(14,693,874)
Cash flow from / (used in) financing activities			
Net proceeds of issue of ordinary shares		216,268	575,868
Purchase of treasury shares		(41,526)	(2,756,667)
Sale of treasury shares		-	51,764
Dividend		-	(1,410,000)
Net cash from / (used in) financing activities		174,742	(3,539,035)
INCREASE IN CASH AND CASH EQUIVALENTS		143,047,111	48,733,796
Movements in cash and cash equivalents			
Balance at beginning of year		816,095,056	625,442,443
Increase		143,047,111	48,733,796
Balance at 31 March		959,142,167	674,176,239
Cash and cash equivalents			
Cash and balances with central banks		30,726,374	19,634,257
Due from other banks (less than 3 months)		933,472,523	660,429,269
Due to other banks		(5,056,730)	(5,887,287)
Total at 31 March		959,142,167	674,176,239

The notes on pages 6 to 9 form an integral part of this condensed interim financial information

I ACCOUNTING POLICIES

The Consolidated Interim Financial Statements are prepared in accordance with IAS 34 Interim Financial Reporting. The accounting policies used in the preparation of the Interim Financial Statements are consistent with those used in the Annual Financial Statements. Costs that incur unevenly during the financial year are anticipated or deferred in the interim report only if it would be appropriate to anticipate or defer such costs at the end of the financial year.

The Consolidated Interim Financial Statements should be read in conjunction with the 2006 Annual Consolidated Financial Statements.

The presentation of comparative figures in the Consolidated Interim Financial Statements have been adapted in order to conform to presentation of the Annual Financial Statements, when required. Operating expenses now include amortisation, depreciation and provision and hence the formerly reported Operating profit before amortisation, depreciation and provision is not reported anymore. Details are provided in the Notes.

II NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. Operating expenses

	3 months ended 31 March	
	2007	2006
Payroll & related expenses	5,917,522	4,467,344
Other operating expenses	3,164,385	2,940,368
Marketing expenses	1,858,171	1,542,215
Provisions	60,000	-
Depreciation	728,055	822,177
Total	11,728,133	9,772,104

2. Deferred tax

	31 March	
	2007	2006
Deferred tax assets		
Tax loss carried forward	3,998,377	3,712,570
Permanent differences	10,838	10,838
Total	4,009,215	3,723,408
Deferred tax liabilities		
Temporary differences	-	(796,950)
Total net	4,009,215	2,926,458
Movements in net deferred taxes analysed as follows:		
Balance, beginning of period	7,062,435	2,326,458
Net (debit) / credit to statement of operations	(3,053,220)	600,000
Balance, end of period	4,009,215	2,926,458

The balance of Deferred tax assets at 31 March 2006 on tax loss carried forward was stated net of a CHF 2.9m provision for impairment of deferred tax assets on tax loss carried forward, for which an offset within the carry forward period by future taxable profits was unlikely. There is no impairment provision at 31 March 2007.

II NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

3. Earning per share

a) Basic	3 months ended 31 March	
	2007	2006
Net Profit	12,222,894	9,916,018
Weighted average number of ordinary shares in issue	1,424,567	1,405,978
Basic earning per share	8.58	7.05

b) Diluted

	3 months ended 31 March	
	2007	2006
Net Profit	12,222,894	9,916,018
Weighted average number of ordinary shares in issue	1,424,567	1,405,978
Adjustments for share options	15,527	34,535
Weighted average number of ordinary shares for diluted earnings per share options	1,440,094	1,440,513
Diluted earning per share	8.49	6.88

4. Information technology systems

	Software Third Party Licences	Proprietary Software	Hardware	Total
3 months ended 31 March 2006				
Opening net book amount	1,119,289	3,125,535	998,024	5,242,848
Addition	63,951	466,478	293,966	824,395
Amortization / depreciation	(154,896)	(373,169)	(205,784)	(733,849)
Closing net book amount	1,028,344	3,218,844	1,086,206	5,333,394
3 months ended 31 March 2007				
Opening net book amount	913,849	3,343,680	1,459,638	5,717,167
Addition	93,268	420,848	480,432	994,548
Amortization / depreciation	(120,076)	(314,657)	(199,564)	(634,297)
Closing net book amount	887,041	3,449,871	1,740,506	6,077,418

Additions to Information technology systems include an amount of CHF 380,000 (2006: CHF 318,027) representing own costs capitalised in connection with the development of the systems of the Bank.

II NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5. Property, plant and equipment

	3 months ended 31 March	
	2007	2006
Opening net book amount	8,569,805	836,320
Addition		
Property (Gland Office)	3,655,093	1,273,992
Others	23,935	69,825
Depreciation		
Property (Gland Office)	-	-
Others	(93,758)	(88,328)
Closing net book amount	12,155,075	2,091,809

The CHF 3.7m additions correspond to amounts disbursed in connection with the realisation of the company new office in Gland which is due to be completed in the course of the 3rd quarter 2007.

6. Ordinary shares

a) Numbers of Shares

	2006				2007		
	1 January	Exercise	Reduction	31 March	1 January	Exercise	31 March
Issued shares							
Ordinary share capital							
Number of shares	1,413,392	12,164	-	1,425,556	1,458,581	5,256	1,463,837
Nominal value per share (CHF)	10	10	(2)	8	8	8	8
Total nominal value (CHF)	14,133,920	121,640	(2,851,112)	11,404,448	11,668,648	42,048	11,710,696
Unissued shares							
Conditional capital							
Number of conditional shares	71,551	(12,164)	-	59,387	26,362	(5,256)	21,106
Nominal value per share (CHF)	10	10	(2)	8	8	8	8
Total nominal value (CHF)	715,510	(121,640)	(118,774)	475,096	210,896	(42,048)	168,848
Authorised capital							
Amount authorised (CHF)	2,000,000	-	(400,000)	1,600,000	1,600,000	-	1,600,000
Nominal value per share (CHF)	10	-	(2)	8	8	-	8
Number of authorised shares	200,000	-	-	200,000	200,000	-	200,000

At the Shareholders Meeting on 25 April 2007, the shareholders will be proposed a dividend of CHF 2.00 per share and a capital reduction in the form of a CHF 3.00 per share reduction of the nominal value.

II NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

7 Treasury shares

Treasury shares at 31 March 2007 consist of 36,676 shares for a total cost of CHF 9,052,864 (average cost: CHF 246.83).

The following transactions took place in the period from 1 January to 31 March 2007:

- ▶ Acquisition of 92 shares at a unit price ranging from CHF 447.00 to CHF 450.00 (average cost of CHF 451.37 per share), and
- ▶ No disposal of shares.
- ▶ 25 shares were used for the coverage of stock option exercised.

8 Stock options

Grants of stock options in the period 1 January to 31 March:

- ▶ 2007 : None
- ▶ 2006 : None

**Review Report
to the Board of Directors of
Swissquote Group Holding Ltd
Gland**

PricewaterhouseCoopers SA
Avenue Giuseppe-Motta 50
Case postale 2895
1211 Genève 2
Phone +41 58 792 91 00
Fax +41 58 792 91 10

According to your request, we have reviewed the condensed consolidated interim financial statements (balance sheet, statement of operations, changes in shareholders' equity, cash flows statement and notes) set out on pages 1 to 9 of Swissquote Group Holding Ltd for the period ended 31 March 2007.

These condensed consolidated interim financial statements are the responsibility of the Board of Directors. Our responsibility is to issue a report on these condensed consolidated interim financial statements based on our review.

Our review was conducted in accordance with the Swiss Auditing Standard 910 and with the International Standard on Review Engagements 2410, which require that a review be planned and performed to obtain moderate assurance about whether the condensed consolidated interim financial statements are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements has not been properly prepared, in all material respects, in accordance with the International Accounting Standard 34 "Interim Financial Reporting".



JC Pernellet



M Caputo

Geneva, 17 April 2007