DEUTSCHE BÖRSE GROUP

Interim Report
Quarter 3/2005

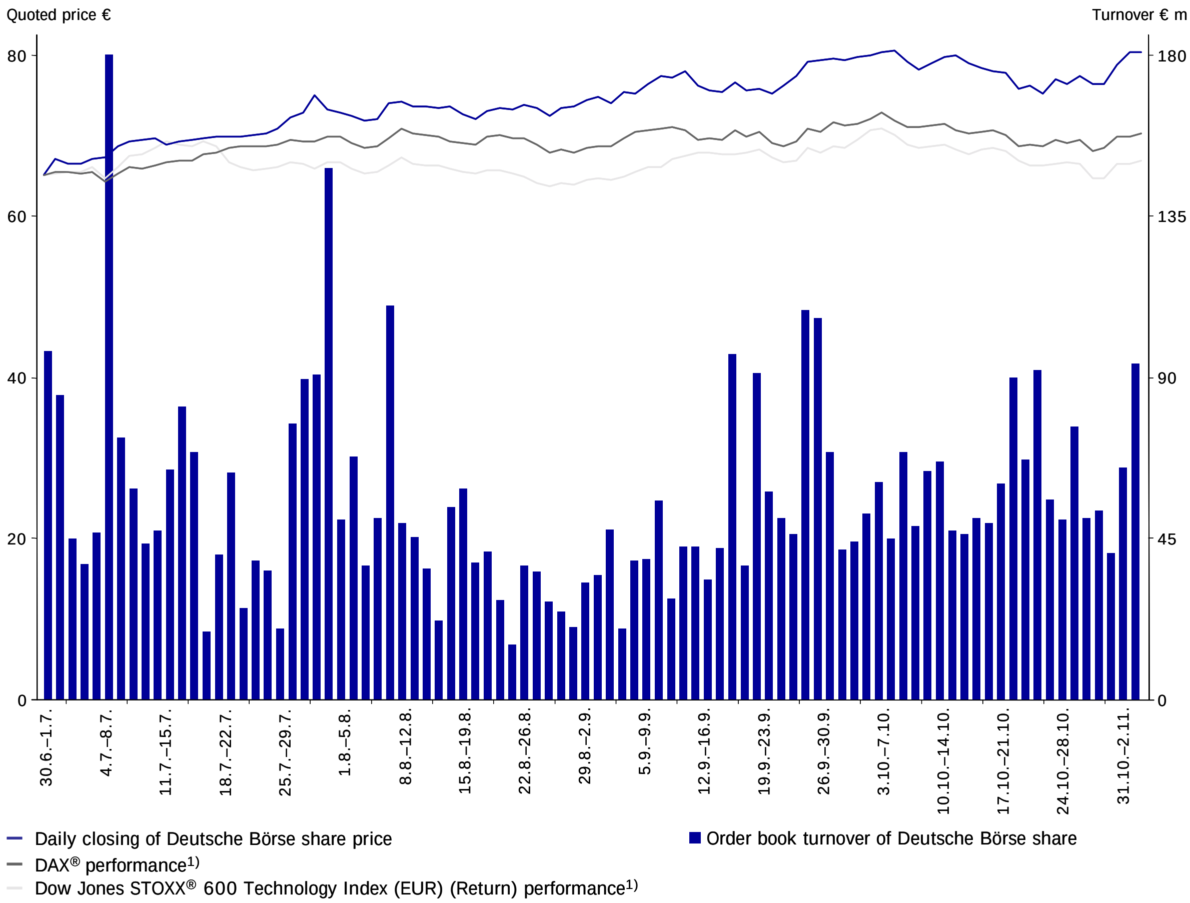
Deutsche Börse Group: Financial Highlights			Quarter ended 30 Sep. 2005	30 Sep. 2004	Nine months ended 30 Sep. 2005	30 Sep. 2004
Consolidated income statement						
Sales revenue		€m	417.8	347.1	1,222.7	1,085.2
Net interest income from banking business		€m	28.6	15.9	83.0	54.4
Earnings before interest, taxes and goodwill amortization (EBITA)		€m	179.9	127.0	532.0	406.9
Net income for the period		€m	110.3	66.9	328.9	211.5
Consolidated cash flow statement						
Cash flows from operating activities		€m	235.4	156.3	553.8	351.3
Cash flows from investing activities		€m	60.2	–108.1	410.7	–384.9
Consolidated balance sheet (as at 30 September)						
Equity		€m	2,382.4	2,498.4	2,382.4	2,498.4
Total assets		€m	10,847.1	10,831.3	10,847.1	10,831.3
Performance indicators						
Earnings per share (basic and diluted)		€	1.05	0.60	3.04	1.89
Operating cash flow per share		€	2.21	1.40	5.11	3.14
Market indicators						
Xetra						
Number of transactions		thous.	21,832	15,748	60,672	52,264
Order book turnover		€m	310,515	199,792	826,725	684,534
Participants (as at 30 September)			278	292	278	292
Floor trading						
Number of transactions		thous.	21,423	13,057	58,805	51,349
Order book turnover		€m	29,628	24,179	86,168	87,523
Eurex						
Number of contracts		thous.	299,317	251,011	938,538	804,151
Participants (as at 30 September)			401	405	401	405
Clearstream						
Number of transactions	domestic	m	8.5	6.9	24.8	24.9
	international	m	5.0	3.8	14.9	12.8
Securities deposits (as at 30 Sep.)	domestic	€bn	4,685	4,201	4,685	4,201
	international	€bn	3,882	3,229	3,882	3,229
Deutsche Börse share price						
Opening price[1)]		€	64.74	41.77	44.28	43.35
High[2)]		€	80.05	42.70	80.05	51.35
Low[2)]		€	64.27	36.65	43.29	36.65
Closing price (as at 30 September)		€	79.50	40.72	79.50	40.72

1) Closing price on preceding trading day
2) Intraday price

Successful Q3 – new top management

- Sales revenue up 20 percent year-on-year to €417.8 million (Q3/2004: €347.1 million). All segments reported solid growth.
- Net interest income from banking business rose by 80 percent to €28.6 million (Q3/2004: €15.9 million) due to positive interest developments and higher cash balances.
- Earnings before interest, taxes and goodwill amortization (EBITA) totalled €179.9 million, up by 42 percent (Q3/2004: €127.0 million).
- After nine months in 2005, the Group had already exceeded the result for 2004, itself a record year. Therefore, the Executive Board decided on 1 November to pay a one-time bonus to employees.
- Earnings per share (basic and diluted) amounted to €1.05 for an average of 105.4 million shares (Q3/2004: €0.60 for 111.8 million shares).
- Operating cash flow per share rose 58 percent year-on-year to €2.21 (Q3/2004: €1.40).
- Reto Francioni took over as CEO of Deutsche Börse on 1 November. At its meeting on 10 October, the Supervisory Board of Deutsche Börse AG appointed him as a member of the Executive Board and Chief Executive Officer.
- The Supervisory Board members elected Kurt F. Viermetz Chairman of the Supervisory Board to succeed Dr. Rolf-E. Breuer.
- Dr. Rolf-E. Breuer, Mehmet Dalman, Dr. Stefan Jentzsch and Hessel Lindenbergh retired from the Supervisory Board. In October, the registry court in Frankfurt/Main appointed Richard Berliand, Craig Heimark, Hermann-Josef Lamberti and Dr. Erhard Schipporeit as new Supervisory Board members.

Development of Deutsche Börse AG's share price in Q3/2005



1) Index-linked, closing price on 30 June 2005

Sales revenue, costs and EBITA by quarter

Sales revenue: Deutsche Börse Group's sales revenue increased by 20 percent to €417.8 million, thanks to positive developments in all segments (Q3/2004: €347.1 million).

Costs: Costs increased by 10 percent, largely due to higher staff costs and higher fee and commission expenses from banking business. Staff costs increased due to, first, the valuation fo the virtual stock options, which increased as a result of the higher share price, and second, due to a one-time bonus to employees. The increase in fee and commission expenses from banking business corresponded to the increase in sales.

EBITA: The EBITA recorded by Deutsche Börse Group amounted to €179.9 million, up 42 percent on the previous year's third quarter (Q3/2004: €127.0 million).

Sales revenue by segment

Xetra: Sales revenue in the cash market rose by 38 percent to €66.2 million (Q3/2004: €48.0 million) due to the increase in trading activity.

Eurex: The contract volume in the derivatives market and the higher share in Eurex's earnings as of 1 January 2005 increased sales revenue by 28 percent to €124.2 million (Q3/2004: €96.7 million).

Market Data & Analytics: The Market Data & Analytics segment increased its sales revenue by 8 percent to €33.0 million (Q3/2004: €30.6 million).

Clearstream: Gross sales revenue from commission business increased by 13 percent to €161.6 million (Q3/2004: €142.6 million).

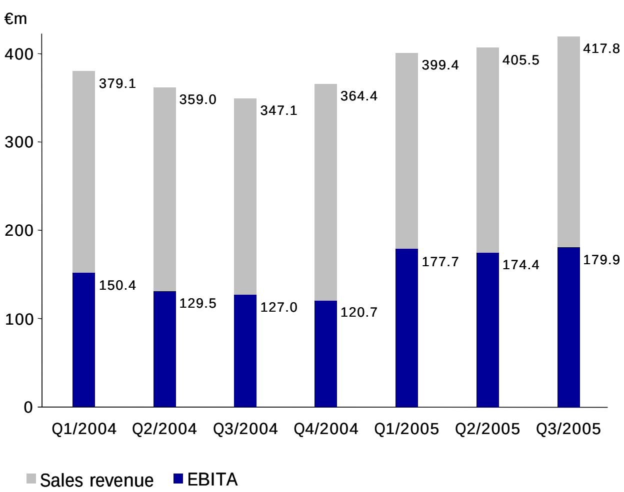
Information Technology: Due to increased business from two major customers, external sales revenue in the IT segment increased by 12 percent to €32.8 million (Q3/2004: €29.2 million).

EBITA by segment

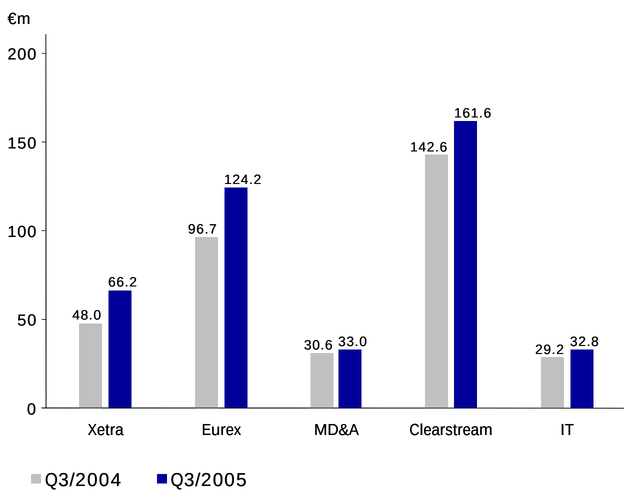
Xetra: Higher sales revenue and the stable cost basis boosted EBITA in the cash market to €31.9 million (Q3/2004: €17.2 million).

Eurex: EBITA in the derivatives market rose by 63 percent to €62.9 million (Q3/2004: €38.7 million). This was caused both by high contract volumes in Q3/2005 and by the increase in the Group's share of Eurex's earnings as of 1 January 2005.

Sales revenue and EBITA by quarter



Sales revenue by segment



Market Data & Analytics: EBITA declined due to a higher cost basis, by 11 percent to €11.1 million (Q3/2004: €12.5 million).

Clearstream: EBITA grew by 40 percent to €57.3 million (Q3/2004: €41.0 million) thanks to the increase in sales revenue, while costs remained stable.

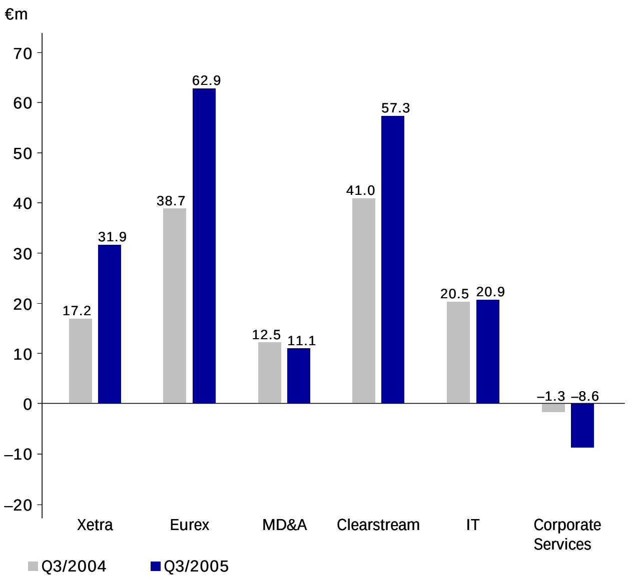
Information Technology: EBITA increased slightly to €20.9 million (Q3/2004: €20.5 million).

Corporate Services: Net costs totalled €8.6 million (Q3/2004: €1.3 million).

Capital Management Program continued

Deutsche Börse continued its Capital Management Program to optimize its capital structure. Under this program, the Company is paying funds surplus to business requirements to the shareholders. Deutsche Börse AG intends to distribute a total of around €1.5 billion to its shareholders by the end of May 2007. Deutsche Börse will make these funds available by increasing the dividend distribution ratio to a minimum of 50 percent and continuing to repurchase shares. These measures are subject to achievement of operative goals, special investment needs and capital structure requirements.

EBITA by segment



Deutsche Börse repurchased around 7.1 million shares worth €442.8 million up to and including 30 September. 5.9 million of these shares were retired before this year's Annual General Meeting on 25 May; the Company's share capital thus decreased to €105.9 million.

New top management

On 10 October, the Supervisory Board of Deutsche Börse AG appointed Reto Francioni as a member of the Executive Board and Chief Executive Officer. Francioni took up his position at Deutsche Börse AG on 1 November. The Supervisory Board members elected Kurt F. Viermetz as the new Chairman of the Supervisory Board to succeed Dr. Rolf-E. Breuer, who retired from this body at the end of the meeting.

The Executive Board and Supervisory Board have conducted a strategic assessment of Deutsche Börse's position. On the basis of its successful business model that covers the entire process chain for securities transactions, the Company will continue to observe industry trends in capital markets worldwide, convert them into products and services, and actively shape these trends. The key goal of this strategic focus is to provide all customers with outstanding services: wherever Deutsche Börse Group supports its customers in global markets, it will deliver top performance and offer innovative services. Management recognizes that IT and IT standards will play a major role in the continuous development of global stock exchange systems. Focusing on customer benefits is the basis on which Deutsche Börse will continue to add value for its shareholders in the future.

Deutsche Börse Group is open to cooperations and other links to exchange organizations in all appropriate formats – in a national and an international context – when in the best interests of its customers and shareholders. Deutsche Börse seeks open and intensive dialog on this subject with all suitable partners.

Xetra: Strong growth recorded by Xetra and floor trading

- Sales revenue rose by 38 percent to €66.2 million (Q3/2004: €48.0 million).
- Costs were up at €38.2 million (Q3/2004: €37.5 million), a rise of 2 percent year-on-year.
- EBITA increased by 85 percent to €31.9 million (Q3/2004: €17.2 million).

The positive mood on the markets led to higher trading activity in both electronic and floor trading. The 21.8 million transactions recorded in the Xetra® order book represent a rise of 39 percent year-on-year (Q3/2004: 15.7 million transactions). The number of contract notes in floor trading on FWB® Frankfurter Wertpapierbörse (the Frankfurt Stock Exchange) increased by 57 percent to 7.4 million (Q3/2004: €4.7 million). The Xetra segment profited from this development and increased its sales revenue by 38 percent.

	Xetra transactions		Xontro contract notes in Frankfurt floor trading	
	2005 thous.	2004 thous.	2005 thous.	2004 thous.
Q1	19,570	20,152	6,808	8,353
Q2	19,270	16,364	6,189	5,603
Q3	21,832	15,748	7,401	4,722
Total	60,672	52,264	20,398	18,678

Costs increased slightly due to exceptional effects in staff costs. There was also an increase in variable costs, which depend on trading activity. These higher costs could almost be offset with lower other operative expenses so that overall costs rose by only €0.7 million.

In the third quarter, the XTF Exchange Traded Funds® (ETFs) segment generated a record trading volume of €12.2 billion (Q3/2004: €6.2 billion), thus extending its European market leadership to a market share of around 53 percent. The volume of funds in the XTF segment was also at a record level at the end of Q3/2005: 23.6 billion represents a year-on-year increase of 67 percent (Q3/2004: 14.1 billion). The third quarter saw the launch of three new ETFs, for the first time including exchange-traded index funds on European style indices for high-growth and high-yield shares. With a current total of 75 ETFs, the XTF segment offers more listed index funds than any other market in Europe.

On 25 October, Deutsche Börse launched the new “Entry Standard” segment with additional transparency requirements in the Open Market. The Entry Standard enables Deutsche Börse to expand its primary market offering for small and medium-sized enterprises. It gives companies flexible and cost-effective access to capital markets, and involves low regulatory requirements. The Entry Standard is mainly targeted at qualified investors who can assess the opportunities and risks in a less regulated market segment. Design Bau was the first company to be admitted to the Entry Standard, and at the same time eleven other companies moved from the Open Market to the Entry Standard.

In Q3/2005, three companies (ErSol Solar Energy AG, Interhyp AG, KWS Saat AG) successfully went public and six companies (Centrosolar AG, EOP Biodiesel AG, OPENLiMiT Holding AG, Solar Millennium AG, net mobile AG, ifa systems AG) were successfully included in the Open Market of the Frankfurt Stock Exchange. Shares with a total value of around €257 million (issue volume) were placed as a result of the issues.

Eurex: Significant growth

- Eurex sales rose by 28 percent to €124.2 million (Q3/2004: €96.7 million).
- Costs grew by 7 percent to €76.6 million year-on-year (Q3/2004: €71.4 million).
- EBITA increased by 63 percent to €62.9 million (Q3/2004: €38.7 million).

The Eurex derivatives exchange increased the volumes traded during the third quarter of 2005 in comparison to the previous year by 19 percent to 299.3 million contracts. Open interest contracts amounted to 94.1 million at the end of September, up 37 percent year-on-year (end of September 2004: 68.7 million contracts). Interest rate derivatives remained the most significant product segment in the third quarter of 2005, with a volume increase of approximately 6 percent year-on-year reaching 142.3 million contracts traded (Q3/2004: 134.3 million contracts). Eurex achieved the strongest growth in the equity derivatives (plus 36 percent) and equity index derivatives (plus 33 percent) segments. The increase in equity derivatives trading is attributable in part to the wholesale trading initiative for German, Swiss and Nordic equity options introduced in March. Higher stock market trading activity and insecurity as to interest rate development led to increased hedging and thus a higher volume in equity index derivatives trading. Apart from the increase in contract volumes, the growth in sales revenue and EBITA also reflects the new split of Eurex's earnings between Deutsche Börse AG and SWX Swiss Exchange (from 80/20 to 85/15 respectively).

Trading volume	Q3/2005 Contracts in thous.	Q3/2004 Contracts in thous.	Change %
Equity derivatives (stock options)	65,171	47,907	+36
Equity index derivatives, incl. XTF (index products)	91,799	68,821	+33
Interest rate derivatives (capital market products)	142,347	134,282	+6
Total Q3	299,317	251,011	+19
Total Q1-Q3	938,538	804,151	+17

Eurex has further expanded its portfolio by introducing new products in all product segments. With the launch of options contracts on Nobel Biocare bearer shares in August, a total of 29 options on Swiss equities are now listed on Eurex. In September, Eurex launched a futures contract on SMIM®, the Swiss mid-cap index, futures and options on the Dow Jones STOXX® 600 equity index and the pan-European midcap index Dow Jones STOXX® Mid 200. Eurex also launched volatility futures in September which enable participants to hedge against volatility fluctuations on the German, Swiss and European equity markets as well as the Euro Buxl Future, a new future on 30-year German government bonds.

On 23 September, foreign exchange futures were launched on Eurex US with 20 committed market makers and eight additional early volume adopters. Six US dollar pairs (euro, Australian dollar, British pound, yen, Swiss franc and Canadian dollar) and four cross currency pairs (euro/yen, British pound/yen, euro/Swiss franc, euro/British pound) now trade on the Eurex US 23-hour platform.

As of 11 October, Eurex was granted a recognized market operator status by the Monetary Authority of Singapore: Singapore-based traders can now trade directly on Eurex; all Eurex products are eligible for trading in Singapore under the recognized status.

The international bond trading platform Eurex Bonds® increased its turnover in Q3/2005 to €40.6 billion (single counted). Compared to Q3/2004 (€28.7 billion) volumes grew by 41 percent. Five years after its launch, Eurex Bonds has almost tripled the number of trading participants and has become one of the largest and most liquid electronic marketplaces for fixed-income securities trading in Europe.

The trading platform for sale and repurchase agreements, Eurex Repo®, increased the average outstanding volume in the Eurex repo EUR market by 81 percent and in the Eurex repo CHF market by 5 percent year-on-year.

Market Data & Analytics: High-quality products lift sales revenue

- Segment sales revenue rose by 8 percent to €33.0 million (Q3/2004: €30.6 million).
- Costs increased by €3.1 million to €24.9 million (Q3/2004: €21.8 million) due to higher investments, among other things.
- EBITA was lower compared with the previous year at €11.1 million (Q3/2004: €12.5 million).

The key driver of the stronger sales revenue in Q3/2005 was the Front Office Data & Analytics area, whose offerings for real-time trading lifted its sales volume by 12 percent. One of the main reasons for the segment's continuous growth is its increased penetration of the market with higher-quality data ("level 2 products"). Interest shown by end users in connecting directly to Deutsche Börse's data stream has also grown. The Issuer Data & Analytics area has restructured its price model retroactively from 1 January 2005 and tailored it to better reflect issuer behaviour. However, this area's sales revenue fell despite income from newly launched indices.

Costs were higher than in the same quarter of the previous year, partly as a result of exceptional staff costs, and partly as a result of higher investment in the development of new products.

Market Data & Analytics extended its portfolio of indices. For example, this segment developed the DAX®plus Export Strategy, a strategy index for shares of DAX® and MDAX® companies with strong export activities, which has been calculated since 24 October.

In September, Deutsche Börse acquired a 51 percent interest in Azdex Limited, a provider of counterparty data. This transaction has allowed Deutsche Börse to expand its range of back office services and to respond to the increasing market demand for this data. Azdex provides financial markets with validated, corrected and enriched data on companies throughout the world. This includes information on corporate hierarchies, registered address information, industry sector codes and company identifiers.

Clearstream: Further growth in the core areas of settlement and custody

- Sales revenue increased by 13 percent to €161.6 million (Q3/2004: €142.6 million) due to growth in the core areas of settlement and custody business.
- Net interest income from banking business increased by 80 percent to €28.6 million (Q3/2004: €15.9 million) due to both higher interest rates and higher cash balances resulting from increased OTC international settlement activity.
- The total cost base rose by 6 percent to €135.4 million (Q3/2004: €128.1 million), due to volume-driven costs, as well as to an increase in staff costs resulting from variable compensation accruals.
- EBITA increased by 40 percent to €57.3 million (Q3/2004: €41.0 million).

In the custody business, the value of assets under custody increased by 15 percent year-on-year, to reach €8.6 trillion. This growth is driven by international instruments, where custody value went up by 20 percent, mostly thanks to sustained primary market activity. German domestic asset value also went up by 12 percent over the same period and reached €4.7 trillion. Altogether, custody business sales increased by 8 percent to reach €102.1 million.

Average customer deposits and value of securities deposited	Q3/2005 €bn	Q3/2004 €bn	Change %
Average customer deposits	3.766	2.826	+33
Value of securities deposited	8,567	7,430	+15
thereof:			
Clearstream Banking S.A., international	3,442	2,906	+18
Clearstream Banking AG, international	440	323	+36
Clearstream Banking AG, domestic	4,685	4,201	+12

The total number of settlement transactions processed by Clearstream went up by 26 percent to 13.5 million (Q3/2004: 10.7 million). Both OTC and stock exchange trading contributed to that growth: while OTC transaction volumes went up by 18 percent to 6.7 million, volume of stock exchange transactions both in German and international instruments reached 6.8 million, accounting for a sharp 36 percent increase compared to Q3/2004. Settlement sales revenue increased by 27 percent to €32.9 million (Q3/2004: €25.9 million).

Transactions	Q3/2005 million	Q3/2004 million
Clearstream Banking S.A., international	3.4	2.9
OTC transactions	3.4	2.9
Clearstream Banking AG, international	1.6	0.9
OTC transactions	0.6	0.5
Stock exchange transactions non-eligible for CCP	1.0	0.4
Clearstream Banking AG, domestic	8.5	6.9
Stock exchange transactions non-eligible for CCP	4.4	3.5
CCP stock exchange transactions	1.4	0.9
OTC transactions	2.7	2.5
Total	13.5	10.7

In July, Clearstream extended its daytime processing period by a further two hours and revised many cash and securities deadlines enabling customers to benefit from enhanced liquidity in securities processing and greater flexibility for managing their cash.

In the wake of increased OTC international settlement activity, average overnight customer deposit volumes went up by 33 percent to €3.8 billion. Thanks to both higher USD short-term interest rates and interest rate hedges made on cash balances, the average blended interest margins increased from 1.9 percent in Q3/2004 to 2.4 percent year-on-year, thus taking net interest income closer to levels reported in earlier years.

Within the strategically important Global Securities Financing services business, strong growth continued with the average outstandings reaching €201.2 billion at the end of Q3/2005, a rise of 57 percent year-on-year. Volumes for collateral management services, which include the tripartite repo business, went up by 58 percent to €198.1 billion.

Global Securities Financing average outstanding volumes	Q3/2005 €bn	Q3/2004 €bn
Collateral management	198.1	125.5
Securities lending	3.1	2.5
Total	201.2	128.0

This growth has been supported by Clearstream having further extended the portfolio of collateral management services with the introduction of three innovations during the quarter. In September, Clearstream launched a new service element allowing clients to better use structured securities pledged as collateral, thus allowing them to optimize their collateral allocation. Additionally, in partnership with UBS and Citigroup, Clearstream launched the ASLplus service that enables lenders of securities to increase the revenues they receive from their portfolios by introducing Clearstream as the principal and single borrower. A further innovation was launched in September with Citigroup and Clearstream cooperating to create the first ever quad-party securities financing trade on behalf of Barclays Capital. This new collateral custody service facility enables easier financing of international and domestic assets.

Due to this focus on service and innovation, Clearstream has retained its ‘top-rated ICSD status’ in the annual survey undertaken by the Global Custodian magazine, outperforming the direct competition in seven out of nine assessment categories.

Information Technology: Sales revenue up

- External sales revenue generated by the IT segment rose by 12 percent to €32.8 million (Q3/2004: €29.2 million).
- Costs rose by 4 percent to €101.3 million (Q3/2004: €97.7 million).
- EBITA increased by 2 percent to €20.9 million (Q3/2004: €20.5 million).

The increase in external sales revenue was driven primarily by business from the segment’s two major customers dwpbank and BrainTrade, which grew substantially due to high trading volumes in the third quarter. The segment also generated greater sales revenue from the European Energy Exchange (EEX) as a result of new orders. entory profited from the recovery in the IT services market and further improved its order situation; sales revenue rose by €1.5 million.

Due to exceptional effects, staff costs rose sharply. This could not be fully compensated by savings in operating and network costs, so costs in the IT segment rose by 4 percent. Internal sales revenue remained constant, leading to a slight increase in EBITA due to higher external sales revenue.

With effect from 1 October, entory AG and its subsidiaries have become part of Softlab GmbH. The transaction is scheduled to be completed in the fourth quarter 2005. The Information Technology segment will continue its cooperation with entory, and continue to offer its range of services to customers in the financial services industry in future.

Consolidated Income Statement

for the period 1 January to 30 September 2005

	Quarter ended		Nine months ended	
	30 Sep. 2005 €m	30 Sep. 2004 €m	30 Sep. 2005 €m	30 Sep. 2004 €m
Sales revenue	417.8	347.1	1,222.7	1,085.2
Net interest income from banking business	28.6	15.9	83.0	54.4
Own expenses capitalized	3.5	11.3	22.1	35.4
Other operating income	16.3	13.4	41.2	41.1
	466.2	387.7	1,369.0	1,216.1
Fee and commission expenses from banking business	–35.9	–28.7	–100.9	–86.6
Consumables used	–8.7	–8.4	–25.7	–24.3
Staff costs	–107.5	–81.6	–308.4	–248.9
Depreciation and amortization expense (other than goodwill)	–43.2	–46.2	–120.3	–139.6
Other operating expenses	–91.0	–96.2	–284.0	–311.5
Result from equity investments	0	0.4	2.3	1.7
Earnings before interest, taxes and goodwill amortization (EBITA)	179.9	127.0	532.0	406.9
Goodwill amortization	0	–17.2	0	–51.6
Earnings before interest and taxes (EBIT)	179.9	109.8	532.0	355.3
Net financial result	–0.9	–0.3	–4.0	–4.3
Earnings before tax (EBT)	179.0	109.5	528.0	351.0
Income tax expense	–68.0	–47.7	–200.4	–150.0
Net profit for the period	111.0	61.8	327.6	201.0
Minority interests	–0.7	5.1	1.3	10.5
Net income for the period[1)]	110.3	66.9	328.9	211.5
Earnings per share (basic and diluted) (€)	1.05	0.60	3.04	1.89

1) Gains attributable to the shareholders of the parent company

Consolidated Balance Sheet as at 30 September 2005

	30 Sep. 2005 €m	31 Dec. 2004 €m	30 Sep. 2004 €m
ASSETS			
Noncurrent assets			
Intangible assets	1,325.6	1,383.6	1,424.7
Property, plant and equipment	231.9	245.6	245.3
Financial assets and investment property	511.6	514.6	519.4
Miscellaneous and deferred tax assets	16.9	18.9	16.5
	2,086.0	2,162.7	2,205.9
Current assets			
Current receivables and securities from banking business	6,617.2	4,583.4	6,504.3
Other receivables and other assets	285.9	249.1	266.7
Restricted bank balances	1,218.1	867.4	1,349.1
Other cash and bank balances	639.9	740.2	505.3
	8,761.1	6,440.1	8,625.4
Total assets	10,847.1	8,602.8	10,831.3
EQUITY AND LIABILITIES			
Equity			
Shareholders' equity	2,370.7	2,545.2	2,491.6
Minority interests	11.7	7.3	6.8
Total equity	2,382.4	2,552.5	2,498.4
Provisions and liabilities			
Noncurrent provisions			
Provisions for pensions and other employee benefits	87.0	79.0	72.0
Deferred tax liabilities	60.8	63.2	71.6
Other noncurrent provisions	66.4	51.7	36.3
	214.2	193.9	179.9
Current provisions			
Tax provisions	128.6	72.0	126.3
Other current provisions	59.2	39.6	45.0
	187.8	111.6	171.3
Noncurrent liabilities			
Interest-bearing liabilities	501.8	502.3	500.6
Other noncurrent liabilities	14.0	10.4	5.8
	515.8	512.7	506.4
Current liabilities			
Liabilities from banking business	6,052.4	4,186.5	5,950.3
Cash deposits by market participants	1,203.3	831.5	1,306.1
Other current liabilities	291.2	214.1	218.9
	7,546.9	5,232.1	7,475.3
Total provisions and liabilities	8,464.7	6,050.3	8,332.9
Total equity and liabilities	10,847.1	8,602.8	10,831.3

Consolidated Cash Flow Statement

for the period 1 January to 30 September 2005

	Nine months ended 30 Sep. 2005 €m	30 Sep. 2004 €m
Net profit for the period	327.6	201.0
Depreciation and amortization expense	120.3	194.5
Increase in noncurrent provisions	22.7	–0.3
Deferred tax income	–1.7	–6.2
Other non-cash expense	2.6	–2.6
Changes in working capital, net of non-cash items	82.5	–34.6
Net gain on disposal of property, plant and equipment	–0.2	–0.5
Cash flows from operating activities	553.8	351.3
Payments to acquire intangible assets and property, plant and equipment (excluding financial instruments)	–40.8	–57.3
Acquisition of subsidiaries, net of cash acquired	–0.6	0
Payments to acquire noncurrent financial instruments	–10.2	0
Net decrease/(increase) in current receivables, securities and liabilities from banking business with an original term greater than three months	414.7	–403.3
Prepayment on disposal of subsidiaries	30.0	0
Proceeds from net disposals of available-for-sale noncurrent financial instruments	16.8	74.0
Proceeds from disposal of other noncurrent assets	0.8	1.7
Cash flows from investing activities	410.7	–384.9
Purchase of treasury shares	–442.8	–4.6
Proceeds from disposal of treasury shares	6.4	4.6
Net cash received from other shareholders	5.3	0
Finance lease payments	–1.5	0
Repayment of long-term borrowings	0	–3.1
Dividends paid	–74.1	–61.4
Cash flows from financing activities	–506.7	–64.5
Net change in cash and cash equivalents	457.8	–98.1
Cash and cash equivalents as at beginning of period[1)]	703.4	362.1
Cash and cash equivalents as at end of period[1)]	1,161.2	264.0
Operating cash flow per share (€)	5.11	3.14
Interest and income received from noncurrent financial assets	20.0	21.9
Interest paid	–37.4	–22.2
Income tax paid	–137.0	–185.9

1) Excluding market participants' cash deposits

Consolidated Statement of Changes in Equity

for the period 1 January to 30 September 2005

	Nine months ended 30 Sep. 2005 €m	30 Sep. 2004 €m
Subscribed capital		
Balance as at 1 January	111.8	111.8
Retirement of treasury shares	–5.9	0
Balance as at 30 September	105.9	111.8
Share premium		
Balance as at 1 January	1,330.2	1,330.2
Retirement of treasury shares	5.9	0
Balance as at 30 September	1,336.1	1,330.2
Treasury shares		
Balance as at 1 January	0	0
Purchase of treasury shares	–442.8	–4.6
Retirement of treasury shares	353.1	0
Sales within the Group Share Plan	6.4	4.6
Balance as at 30 September	–83.3	0
Retained earnings		
Balance as at 1 January	868.5	760.2
Appropriations from unappropriated surplus including any IFRS adjustments	152.7	73.5
Decrease in carrying amount of equity-accounted investments taken directly to equity	–2.9	–0.9
Retirement of treasury shares	–353.1	0
Exchange rate differences and other adjustments	5.5	–1.7
Balance as at 30 September	670.7	831.1
Revaluation surplus		
Balance as at 1 January	7.9	4.0
Increase in carrying amount of options related to share-based payments	–0.5	0.4
Remeasurement of cash flow hedges	–0.7	–0.3
Remeasurement of other financial instruments	5.1	3.1
Deferred taxes on remeasurement of financial instruments	0.6	–0.3
Balance as at 30 September	12.4	6.9
Unappropriated surplus		
Balance as at 1 January	226.8	135.0
Dividends paid	–74.1	–61.4
Net income for the period	328.9	211.5
Appropriation to retained earnings including any IFRS adjustments	–152.7	–73.5
Balance as at 30 September	328.9	211.6
Shareholders' equity as at 30 September	2,370.7	2,491.6

	Nine months ended 30 Sep. 2005 €m	30 Sep. 2004 €m
Shareholders' equity as at 30 September (brought forward)	2,370.7	2,491.6
Minority interests		
Balance as at 1 January	7.3	12.3
Changes due to equity increases/reductions	5.7	–0.4
Changes due to share in result for the period	–1.3	–5.1
Balance as at 30 September	11.7	6.8
Equity as at 30 September	2,382.4	2,498.4

Notes to the Interim Financial Statements

1. Accounting policies

These interim financial statements were prepared in accordance with the International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) issued by the International Accounting Standards Board (IASB), and their interpretation by the International Financial Reporting Interpretations Committee (IFRIC), and comply with Regulation (EC) No. 1606/2002 of the European Parliament and of the Council of 19 July 2002. The financial statements are based on the IASs/IFRSs adopted by the European Commission as part of the endorsement process. With the exception of certain IFRSs (Standards 6 and 7 as well as the amendments to IAS 1, 19 and 39 and IFRS 1, 4 and 6 as well as selected parts of IAS 39) and IFRICs (IFRIC 4, 5 and 6) that have not become effective in 2005 (with the exception of IFRIC 6 that does not apply to Deutsche Börse Group), all standards have been adopted by the European Commission as at the reporting date.

The significant accounting policies applied by the Company to the consolidated financial statements for the year ended 31 December 2004 were also applied to the interim financial statements with the following exceptions, which were first applied as at 1 January 2005: IFRS 3 “Business combinations”, IAS 36 “Impairment of assets” and IAS 38 “Intangible assets”.

On 31 March 2004, the IASB adopted the new IFRS 3 “Business combinations”, as well as the revised IAS 36 and IAS 38. Under these standards, recognized goodwill and intangible assets with indefinite useful lives must be tested for impairment at least once a year in accordance with IAS 36, and are no longer amortized. If events or a change in circumstances indicate that an asset may be impaired, the impairment test must be performed more frequently. IFRS 3 is applicable to all business combinations agreed on or after 31 March 2004. The standard must be applied to goodwill and intangible assets that are acquired before 31 March 2004 as part of a business combination in financial years beginning on or after 31 March 2004. Goodwill amortization (including impairment losses) amounted to €68.9 million in 2004 (of which goodwill impairment losses: €0.4 million).

In addition, IAS 34 (“Interim financial reporting”) was applied.

2. Group structure

During the course of the third quarter, Deutsche Börse AG acquired a 51 percent interest in Azdex Ltd. This company was included in the consolidated financial statements as at 16 September 2005 and consolidated in accordance with IFRS 3 (purchase method).

Deutsche Börse AG will sell its subsidiary entory AG, including Silverstroke AG, projects IT-Projektbörse GmbH i.L., entory Ltd. and entory S.A. to Softlab GmbH, a BMW Group company. The parties agreed not to disclose information about the agreed purchase price, which is higher than the carrying amount of the equity investment as at 31 December 2004. The transaction is scheduled to be completed in the fourth quarter 2005.

In accordance with IFRS 5 “Noncurrent assets held for sale and discontinued operations”, the assets and liabilities of the above-mentioned companies to be sold are a disposal group classified as held for sale. This disposal group is carried at the lower of carrying amount and fair value less costs to sell. For reasons of materiality, no separate presentation was made in the balance sheet (the assets in question account for substantially less than 1 percent of the Group’s total assets).

3. Seasonal influences

The Group’s revenues are influenced more by the volatility and the transaction volume on the capital markets than by seasonal factors. Owing to a concentration of costs for projects only coming to completion in the fourth quarter, net income in the fourth quarter tends to be lower than in the first three quarters of the business year.

4. Total assets

The consolidated total assets of the Group are strongly influenced by the level of liabilities from banking business and, to a lesser extent, cash deposits by market participants. The level of these two items, both of which reflect customer cash balances, can vary widely on a daily basis according to customers’ needs and actions.

5. Dividends

The dividend per share was increased by 27 percent for the 2004 financial year to €0.70 (previous year: €0.55), and was paid on 26 May 2005 to shareholders who held dividend rights when the Annual General Meeting adopted the resolution on 25 May 2005. The total dividend payout of €74.1 million corresponds to a distribution ratio of 28 percent of the net income for 2004 (previous year: 25 percent of the net income for 2003).

6. Segment reporting

Sales revenue		Quarter ended		Nine months ended
	30 Sep. 2005 €m	30 Sep. 2004 €m	30 Sep. 2005 €m	30 Sep. 2004 €m
Xetra	66.2	48.0	183.6	165.5
Eurex	124.2	96.7	376.5	305.3
Market Data & Analytics	33.0	30.6	97.4	89.8
Clearstream	161.6	142.6	467.2	432.9
Information Technology	32.8	29.2	98.0	91.7
Total sales revenue	417.8	347.1	1,222.7	1,085.2
Internal sales revenue Information Technology[1)]	83.6	83.2	254.9	257.9
Analysis of Clearstream sales revenue (gross commission income)				
Custody	102.1	94.5	293.1	275.5
Settlement	32.9	25.9	95.9	88.2
Other	26.6	22.2	78.2	69.2
Total	161.6	142.6	467.2	432.9

1) 2004 comparative figures adjusted for a reclassification of Clearstream TEC revenue formerly recognized as “other operating income”

Net interest income from banking business		Quarter ended		Nine months ended
	30 Sep. 2005 €m	30 Sep. 2004 €m	30 Sep. 2005 €m	30 Sep. 2004 €m
Gross interest income	51.0	26.5	145.9	90.2
Interest expense	–22.4	–10.6	–62.9	–35.8
Net interest income from banking business	28.6	15.9	83.0	54.4

Earnings before interest, taxes and goodwill amortization (EBITA)		Quarter ended		Nine months ended
	30 Sep. 2005 €m	30 Sep. 2004 €m	30 Sep. 2005 €m	30 Sep. 2004 €m
Xetra	31.9	17.2	85.1	69.1
Eurex	62.9	38.7	198.8	134.3
Market Data & Analytics	11.1	12.5	32.7	34.2
Clearstream	57.3	41.0	178.9	136.1
Information Technology	20.9	20.5	61.8	68.5
Corporate Services	–8.6	–1.3	–29.0	–28.9
Reconciliation	4.4	–1.6	3.7	–6.4
Total EBITA	179.9	127.0	532.0	406.9

Earnings before tax (EBT)	Quarter ended		Nine months ended	
	30 Sep. 2005	30 Sep. 2004	30 Sep. 2005	30 Sep. 2004
	€m	€m	€m	€m
Xetra	31.9	17.3	85.1	69.2
Eurex	64.2	39.6	202.1	137.1
Market Data & Analytics	11.2	12.3	32.8	33.7
Clearstream	57.3	25.5	178.9	90.0
Information Technology	21.1	19.2	62.2	63.3
Corporate Services	–11.0	–2.8	–36.5	–35.9
Reconciliation	4.3	–1.6	3.4	–6.4
Total EBT	179.0	109.5	528.0	351.0

Investments (excluding financial instruments)	Quarter ended		Nine months ended	
	30 Sep. 2005	30 Sep. 2004	30 Sep. 2005	30 Sep. 2004
	€m	€m	€m	€m
Xetra	0.5	3.8	2.0	7.1
Eurex	5.2	4.7	17.2	17.3
Market Data & Analytics	0.1	0.5	0.6	0.9
Clearstream	0.4	6.2	11.8	22.1
Information Technology	5.9	3.4	14.7	8.6
Corporate Services	0.6	0.7	4.3	11.5
Reconciliation	–2.3	–3.5	–8.8	–11.3
Total investments (excluding financial instruments)	10.4	15.8	41.8	56.2

Depreciation and amortization expense	Quarter ended		Nine months ended	
	30 Sep. 2005	30 Sep. 2004	30 Sep. 2005	30 Sep. 2004
	€m	€m	€m	€m
Xetra	6.0	6.0	17.8	17.8
Eurex	15.8	6.2	28.3	19.5
Market Data & Analytics	3.0	2.8	8.9	8.4
Clearstream	13.2	19.0	39.3	56.4
Information Technology	5.7	7.6	18.7	23.6
Corporate Services	6.0	6.6	19.5	18.8
Reconciliation	–6.5	–2.0	–12.2	–4.9
Total depreciation and amortization expense	43.2	46.2	120.3	139.6

Goodwill amortization (including impairment losses)	Quarter ended 30 Sep. 2005 €m	30 Sep. 2004 €m	Nine months ended 30 Sep. 2005 €m	30 Sep. 2004 €m
Market Data & Analytics	0	0.2	0	0.6
Clearstream	0	15.3	0	45.8
Information Technology	0	1.7	0	5.2
Total goodwill amortization (including impairment losses)	0	17.2	0	51.6

7. Regulatory capital requirements and regulatory capital ratios

The Clearstream subgroup and the Group companies Clearstream Banking S.A., Clearstream Banking AG, Clearstream International S.A. and Eurex Clearing AG are subject to solvency supervision by the Luxembourg or German banking supervisory authorities (Commission de Surveillance du Secteur Financier (CSSF) and Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin) respectively). Eurex Clearing AG was awarded a banking license on 24 May 2005 and, as a bank, has therefore only been subject to solvency supervision since this date. All Group companies are non-trading book institutions; their market risk positions are limited to relatively small open foreign currency positions. As a result of the Group companies' specific businesses, their risk-weighted assets are subject to sharp fluctuations and their solvency ratios are correspondingly volatile.

Risk-weighted assets and liable capital are determined in accordance with national regulations. Deutsche Börse Group companies only have a small volume of additional regulatory capital. To enhance comparability, the solvency ratio was determined in accordance with the requirements for the overall capital ratio under German law. The overall capital ratio must be a minimum of 8 percent. The Group companies' capital resources adequately reflect the fluctuation of risk-weighted assets, which can lead to overall capital ratios of over 60 percent. In addition to fulfilling current regulatory requirements, capital resources are designed to cover operational risks.

The following table shows the regulatory capital ratios as at 30 September 2005:

	30 Sep. 2005			30 Sep. 2004		
	Risk-weighted assets[1) €m	Regulatory equity €m	Solvency ratio[2) %	Risk-weighted assets[1) €m	Regulatory equity €m	Solvency ratio[2) %
Clearstream subgroup	1,604.2	736.4	45.9	1,717.0	815.4	47.5
Clearstream International S.A.	949.0	530.4	55.9	850.0	621.2	73.1
Clearstream Banking S.A.	1,131.1	291.4	25.8	1,227.0	325.2	26.5
Clearstream Banking AG	153.5	59.3	38.6	123.0	69.0	56.2
Eurex Clearing AG	70.6	20.5	29.0	n.a.	n.a.	n.a.

1) Including open currency positions that are relevant for regulatory purposes
2) Overall capital ratio, converted to German regulations

8. Share buy-back program

Under the capital management program launched in mid-April, Deutsche Börse AG repurchased 1.0 million shares with a value of €72.2 million from 1 July to 30 September 2005. The average repurchase price was €75.20.

9. Earnings per share

In accordance with IAS 33, earnings per share are calculated by dividing the result for the period by the weighted average number of shares outstanding. There were the following potentially dilutive outstanding options or rights to purchase shares as at 30 September 2005:

Tranche	Exercise price	Adjusted exercise price	Numbers of options outstanding	Average price for the period[1]	Number of potentially dilutive ordinary shares
	€	€	30 Sep. 2005	€	30 Sep. 2005
2004	52.35[2]	54.47	77,694	60.04	7,053
2005	77.69	85.51	89,817	60.04	0

[1] Volume-weighted average price of Deutsche Börse shares on Xetra in the period from 1 January to 30 September 2005
[2] The issue price of €51.84 was adjusted due to the reduction of the share capital under the share buy-back program.

As the volume-weighted average share price was higher than the employees' option-adjusted exercise prices for the 2004 Tranche, these options are considered dilutive under IAS 33. However, earnings per share were unchanged due to the small number of potentially dilutive ordinary shares. There were no further rights to subscribe for shares that could have potentially diluted earnings per share as at either 30 September 2005 or 2004.

Earnings per share		Quarter ended		Nine months ended
	30 Sep. 2005	30 Sep. 2004	30 Sep. 2005	30 Sep. 2004
Number of shares outstanding as at beginning of period	105,638,778	111,802,880	111,802,880	111,802,880
Number of shares outstanding as at 30 September	104,679,164	111,802,880	104,679,164	111,802,880
Weighted average number of shares outstanding	105,374,509	111,802,880	108,282,500	111,802,880
Net income for the period (€m)	110.3	66.9	328.9	211.5
Earnings per share (basic and diluted) (€)	1.05	0.60	3.04	1.89
Dividends paid (€m)	0	0	74.1	61.5
Dividend per share (€)	0	0	0.70	0.55

10. Shareholdings of members of the Executive and Supervisory Boards

The Company has been notified of the following holdings of Deutsche Börse AG shares as at 30 September 2005:

	Shareholdings as at 30 Sep. 2005	Shareholdings as at 30 Dec. 2004
Executive Board		
Rudolf Ferscha	18,290	18,290
Matthias Ganz	0	0
Mathias Hlubek	5,000	5,000
Michael Kuhn	0	0
Werner G. Seifert[1)]	0	0
Jeffrey Tessler	0	0
Supervisory Board		
Kurt F. Viermetz[2)]	0	–
David Andrews	0	0
Herbert Bayer	0	0
Udo Behrenwaldt	0	0
Birgit Bokel	0	0
Dr. Rolf-E. Breuer[3)]	0	0
Mehmet Dalman[3)]	0	0
Uwe E. Flach[1)]	0	0
Hans-Peter Gabe	260	410
Dr. Manfred Gentz	0	0
Richard M. Hayden[2)]	63,700	–
Prof. Dr. Dr. Dr. h.c. mult. Klaus J. Hopt[1)]	0	0
Dr. Stefan Jentzsch[3)]	0	5,400
Lord Peter Levene of Portsoken KBE[1)]	0	0
Hessel Lindenbergh[3)]	0	0
Silke Martinez Maldonado	0	0
Friedrich Merz[2)]	0	–
Friedrich von Metzler	0	0
Alessandro Profumo	0	0
Sadegh Rismanchi	200	100
Gerhard Roggemann[2)]	0	–
Dr. Herbert Walter	0	0
Otto Wierczimok	251	351
Johannes Witt	0	200
Manfred Zaß[1)]	0	0

1) Left the Executive or Supervisory Board during the course of 2005. The shareholdings given for 2005 relate to the date of leaving.
2) Joined the Supervisory Board during the course of 2005; so no data is given for 2004.
3) Left the Supervisory Board on 10 October 2005.

The Company was not notified of any further holdings in Deutsche Börse AG shares in the third quarter of 2005. All notifications of directors' dealings in accordance with section 15a WpHG (Wertpapierhandelsgesetz – German Securities Trading Act) are published on the Company's website.

Under the Group's stock option plan implemented in February 2001, members of the Executive and Supervisory Boards as well as senior executives receive "virtual" options each year. The value of these options is calculated on the basis of the change in the value of the Company's shares compared with the Dow Jones STOXX 600 Technology Index (EUR) (Return). The options are exercisable after between three and five years, and the options' value is only payable in cash. No other shares or stock options have been granted to members of the Executive and Supervisory Boards.

11. Material transactions with related parties

	Quarter ended		Nine months ended	
	30 Sep. 2005 €m	30 Sep. 2004 €m	30 Sep. 2005 €m	30 Sep. 2004 €m
Associates:				
Income				
Operation of Eurex software for European Energy Exchange AG by Deutsche Börse Systems AG	1.5	1.2	5.3	4.6
Expense				
Reimbursement of software development costs to The Clearing Corporation Inc. by Eurex Frankfurt AG	0	0.5	0.3	1.7
Other investors:				
Income				
Office and administrative services for SWX Swiss Exchange by Eurex Zürich AG	6.3	6.6	19.2	22.0
Development of Eurex software for SWX Swiss Exchange by Deutsche Börse Systems AG	1.2	1.5	4.2	5.2
Total income	7.5	8.1	23.4	27.2
Expense				
Office and administrative services for Eurex Zürich AG by SWX Swiss Exchange	2.2	2.0	5.7	5.3
Other companies:				
Income				
Operation and development of Xontro for BrainTrade GmbH by Deutsche Börse Systems AG	6.2	4.3	17.4	15.3
Expense				
Operation of Xontro for Deutsche Börse AG by BrainTrade GmbH	3.9	3.1	10.4	10.6

12. Employees

		Quarter ended		Nine months ended
	30 Sep. 2005	30 Sep. 2004	30 Sep. 2005	30 Sep. 2004
Average number of employees during the period	3,270	3,251	3,265	3,254
Employees as at balance sheet date	3,274	3,253	3,274	3,253
thereof entory subgroup	336	294	347	294

There was an average of 3,063 full-time equivalent (FTE) employees during the third quarter of 2005 (Q3/2004: 3,054).

13. Contingent liabilities

There have been no significant changes to contingent liabilities since the last reporting date.

14. Events after the balance sheet date

Under its share buy-back program, Deutsche Börse repurchased some 1.8 million shares with a value of €137.5 million in the period from 1 October to 4 November 2005. The average repurchase price was €78.18. The share buy-back is part of an ongoing program to optimize the Group's capital structure.

On 10 October, the Supervisory Board of Deutsche Börse AG appointed Reto Francioni as a member of the Executive Board and as Chief Executive Officer. On the same day, Kurt F. Viermetz was elected as new Chairman of the Supervisory Board by the members of the Supervisory Board.

In addition, Richard Berliand, Craig Heimark, Hermann-Josef Lamberti and Dr. Erhard Schipporeit were appointed members of the Supervisory Board in October 2005 at the proposal of the Supervisory Board of Deutsche Börse AG.

Frankfurt/Main, 7 November 2005
Deutsche Börse AG
The Executive Board

Reto Francioni | Rudolf Ferscha | Matthias Ganz

Mathias Hlubek | Michael Kuhn | Jeffrey Tessler

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Additional copies of this interim report and the annual report 2004 may be obtained from the publications hotline of Deutsche Börse Group.

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