DEUTSCHE BÖRSE GROUP

Interim Report

Quarter 2/2005

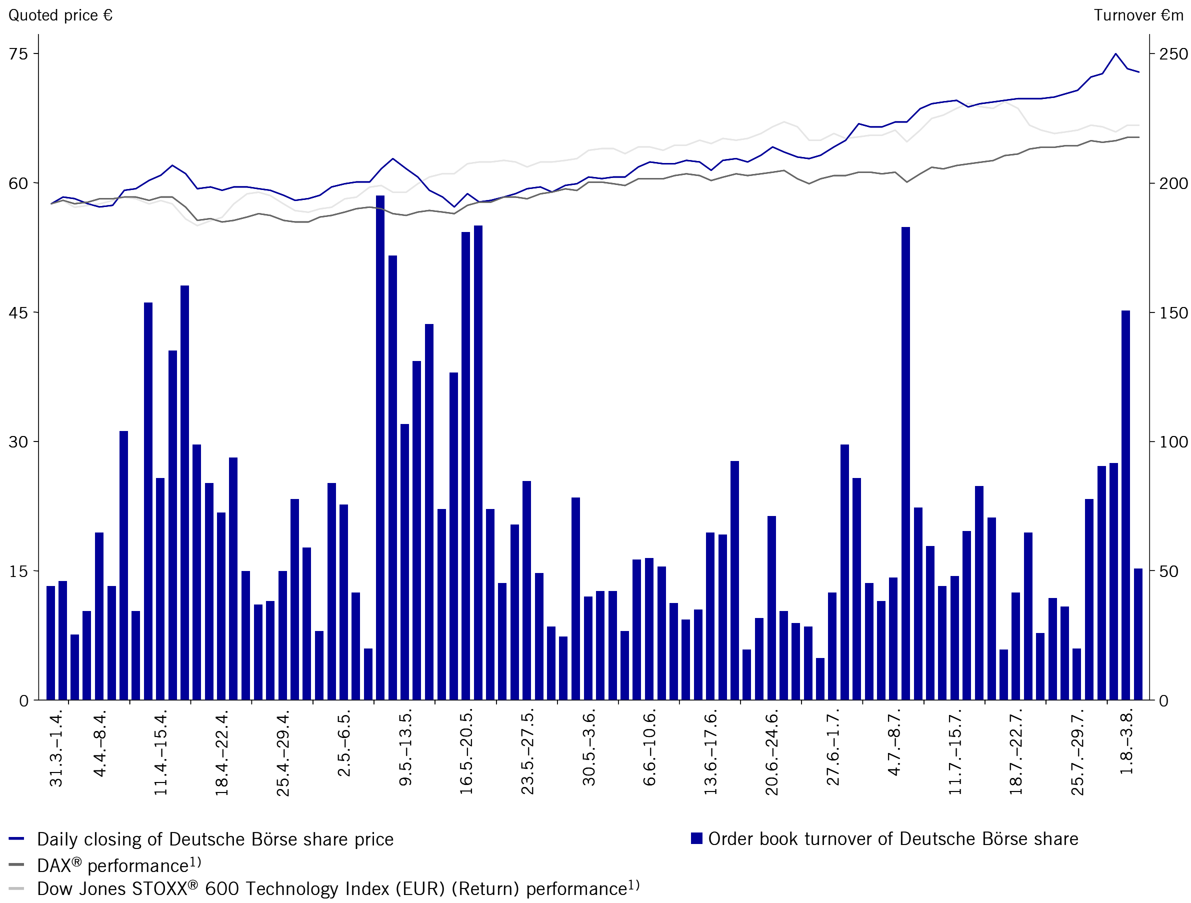
Deutsche Börse Group: Financial Highlights				Quarter ended		Six months ended
			30 June 2005	30 June 2004	30 June 2005	30 June 2004
Consolidated income statement						
Sales revenue		€m	405.5	359.0	804.9	738.1
Net interest income from banking business		€m	28.4	19.9	54.4	38.5
Earnings before interest, taxes and goodwill amortization (EBITA)		€m	174.4	129.5	352.1	279.9
Net income for the period		€m	109.6	67.7	218.6	144.6
Consolidated cash flow statement						
Cash flows from operating activities		€m	185.7	94.1	318.4	195.0
Cash flows from investing activities		€m	–3.1	–206.0	350.5	–276.8
Consolidated balance sheet (as at 30 June)						
Equity		€m	2,340.4	2,438.8	2,340.4	2,438.8
Total assets		€m	13,705.3	10,645.2	13,705.3	10,645.2
Performance indicators						
Earnings per share (basic and diluted)		€	1.02	0.60	1.99	1.29
Operating cash flow per share		€	1.71	0.84	2.90	1.74
Market indicators						
Xetra						
Number of transactions		thous.	19,270	16,364	38,840	36,516
Order book turnover		€m	261,314	218,105	516,210	484,742
Participants (as at 30 June)			278	299	278	299
Floor trading						
Number of transactions		thous.	17,592	15,129	37,381	38,292
Order book turnover		€m	25,998	25,894	56,540	63,344
Eurex						
Number of contracts		thous.	327,197	263,499	639,221	553,140
Participants (as at 30 June)			400	410	400	410
Clearstream						
Number of transactions	domestic	m	7.8	8.0	16.3	18.0
	international	m	4.9	4.0	9.9	9.0
Securities deposits (as at 30 June)	domestic	€bn	4,547	4,536	4,547	4,536
	international	€bn	3,728	3,160	3,728	3,160
Deutsche Börse share price						
Opening price[1]		€	58.00	46.00	44.28	43.35
High[2]		€	64.85	48.27	64.85	51.35
Low[2]		€	56.66	41.69	43.29	41.69
Closing price (as at 30 June)		€	64.74	41.77	64.74	41.77

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

Deutsche Börse continues success story

- Sales revenue up 13 percent year-on-year to €405.5 million (Q2/2004: €359.0 million). All segments reported solid growth.
- Net interest income from banking business rose by 43 percent to €28.4 million (Q2/2004: €19.9 million) due to positive interest developments and higher cash balances.
- Earnings before interest, taxes and goodwill amortization (including charges for impairment) (EBITA) totalled €174.4 million, up by 35 percent (Q2/2004: €129.5 million).
- Earnings per share (basic and diluted) amounted to €1.02 for an average of 107.7 million shares (Q2/2004: €0.60 for 111.8 million shares).
- Operating cash flow per share in the first half of 2005 rose 67 percent year-on-year to €2.90 (H1/2004: €1.74).
- As resolved by the Annual General Meeting, shareholders received a dividend of €0.70 per share on 26 May (2004: €0.55 per share). Under the Capital Management Program, Deutsche Börse repurchased around 6.2 million of its own shares in Q2.
- Deutsche Börse will sell its subsidiary entory AG to Softlab GmbH, a BMW Group company. This transaction strengthens Deutsche Börse's focus on the products and services business along the capital market infrastructure supply chain.
- Lord Peter Levene, Prof. Klaus J. Hopt, Uwe E. Flach and Manfred Zaß left the Supervisory Board in Q2. On 12 July, the registry court appointed Richard Hayden, Friedrich Merz, Gerhard Roggemann and Kurt F. Viermetz as new members of the Supervisory Board. Kurt F. Viermetz will stand for the position of Chairman to succeed Rolf-E. Breuer.

Development of Deutsche Börse AG's share price in Q2/2005



[1] Index-linked, closing price on 31 March 2005

Sales revenue and EBITA by quarter

Sales revenue: Deutsche Börse Group's sales revenue increased by 13 percent to €405.5 million, thanks to positive developments in all segments (Q2/2004: €359.0 million).

EBITA: The EBITA recorded by Deutsche Börse Group amounted to €174.4 million, up 35 percent on the previous year's second quarter (Q2/2004: €129.5 million).

Sales revenue by segment

Xetra: Sales revenue in the cash market grew by 11 percent to €58.3 million (Q2/2004: €52.3 million) due to stronger trading activity.

Eurex: New record trading level in the derivatives market and higher share in Eurex's earnings as of 1 January increased sales revenue by 25 percent to €126.8 million (Q2/2004: €101.7 million).

Market Data & Analytics: The Market Data & Analytics segment increased its sales revenue by 9 percent to €32.6 million (Q2/2004: €30.0 million).

Clearstream: Gross sales revenue from commission business increased by 6 percent to €153.6 million (Q2/2004: €144.3 million).

Information Technology: Due to increased business from two key customers sales revenue in the IT segment increased by 11 percent to €34.2 million (Q2/2004: €30.7 million).

EBITA by segment

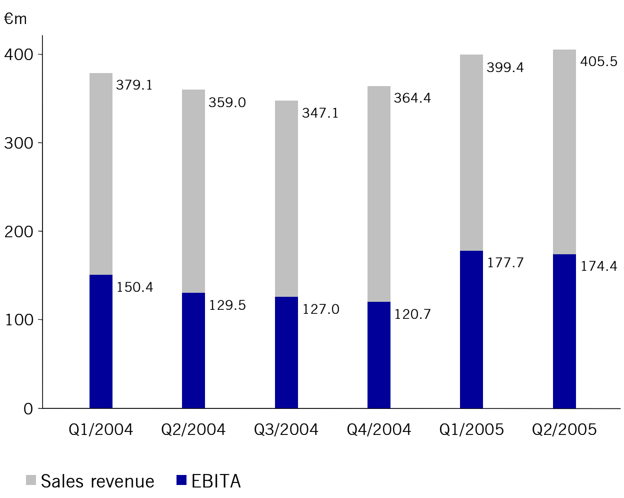
Xetra: Higher sales revenue and stable cost basis boosted EBITA in the cash market to €26.2 million (Q2/2004: €18.1 million).

Eurex: EBITA in the derivatives market rose by 61 percent to €67.0 million (Q2/2004: €41.7 million). This was caused both by record contract volumes in Q2/2005 and by the increase in the Group's share of Eurex's earnings as of 1 January.

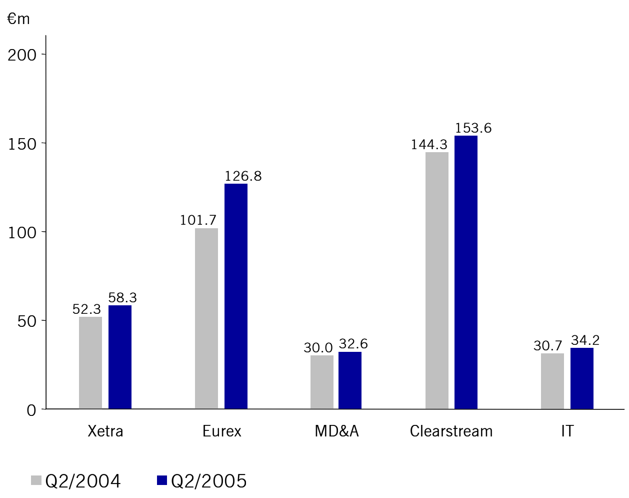
Market Data & Analytics: EBITA declined due to a higher cost basis, by 6 percent to €10.6 million (Q2/2004: €11.3 million).

Clearstream: EBITA grew by 23 percent to €59.9 million (Q2/2004: €48.7 million) due to an increase in sales revenue, while costs remained stable.

Sales revenue and EBITA by quarter



Sales revenue by segment



Information Technology: EBITA dropped by 20 percent to €23.5 million (Q2/2004: €29.4 million).

Corporate Services: Net costs totalled €12.5 million (Q2/2004: €18.3 million).

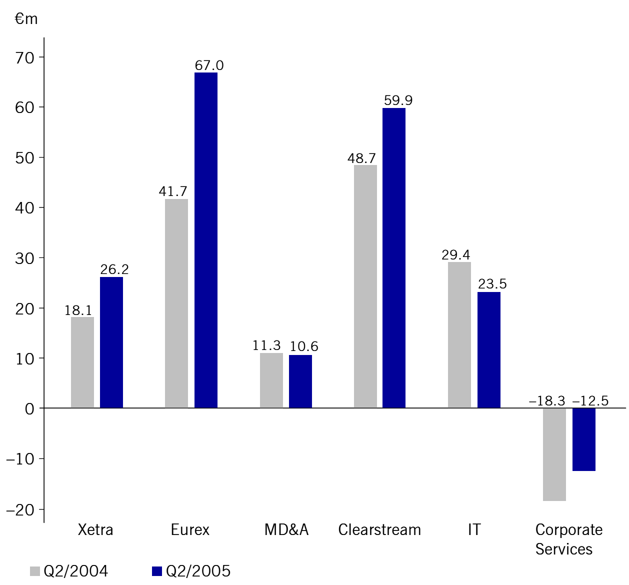
Capital Management Program optimizes capital structure

At the beginning of May, Deutsche Börse announced the full scope of its Capital Management Program to optimize the capital structure and its future distribution policy. Under this program, the Company will make funds surplus to business requirements available to the shareholders. These measures are subject to achievement of operative goals, special investment needs and capital structure requirements. Deutsche Börse AG intends to distribute a total of around €1.5 billion to its shareholders by the end of May 2007.

The funds will be made available by increasing the distribution ratio to a minimum of 50 percent and continuing the share buy-back program launched in April. Deutsche Börse repurchased around 6.2 million shares worth €370.6 million up to and including 30 June. 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.

The Capital Management Program is the result of a comprehensive review of capital requirements resulting from legal and regulatory standards, as well as requirements relating to the rating and to the economic capital required by the Company. Deutsche Börse wishes to maintain a strong AA rating, in order to ensure the sustained success of central counterparty business activities in the Eurex business area and Clearstream's custody business. These business activities account for more than 50 percent of sales revenue and operating cash flow. Deutsche Börse will continuously examine its capital requirements as part of the regular planning process.

EBITA by segment



Xetra: Good result driven by stronger trading activity

- Sales revenue rose by 11 percent to €58.3 million (Q2/2004: €52.3 million).
- Costs fell to €37.0 million, 6 percent below the prior-year period (Q2/2004: €39.4 million).
- EBITA increased by 45 percent to €26.2 million (Q2/2004: €18.1 million).

Key market indices increased in Q2 and overall sentiment clearly lifted. This led to higher trading activity in both electronic and floor trading. The 19.3 million transactions recorded in the Xetra® order book represent a rise of 18 percent year-on-year (Q2/2004: 16.4 million transactions). The number of contract notes in floor trading on FWB® Frankfurter Wertpapierbörse (the Frankfurt Stock Exchange) increased by 11 percent to 6.2 million (Q2/2004: €5.6 million). The Xetra segment profited from this development and increased its sales revenue by 11 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
Total	**38,840**	**36,516**	**12,997**	**13,956**

The segment was able to compensate the increase in staff costs – caused primarily by the virtual stock options that are valued higher in all segments due to the increased share price – through lower project expenses and settlement costs, thus reducing total costs by €2.5 million.

The XTF® segment for exchange-traded index funds (ETFs) achieved a record trading volume of €11.5 billion in Q2 (Q2/2004: €8.5 billion) and stabilized its European market leadership with a market share of over 50 percent. The volume of funds in the XTF segment was also at a record high at the end of Q2/2005: €21.0 billion means a year-on-year increase of 46 percent (Q2/2004: €14.4 billion). Ten new ETFs were introduced in Q2 alone, including the first fund worldwide on a commodity index, the first ETF on an Eastern European index and various products on dividend strategy indices. With a current total of 73 ETFs, the XTF segment offers more index funds than any other market in Europe.

Since the beginning of April, Deutsche Börse has been offering more attractive terms to private investors via the Frankfurt Stock Exchange's "Smart Trading®" initiative. The introduction of an upper limit for brokerage fees for investment products (€12) and leverage products (€3) creates incentives particularly for price-sensitive traders. This "commission cap" led to an increased demand for these products.

Trading quality for private investors was improved as at 1 July: shorter execution periods due to the focus on high-performance lead brokers, further trading opportunities for German federal government securities, and zero spread in the 160 securities of the DAX®, MDAX®, TecDAX® and SDAX® selection indices. Zero spread means that when trading shares from these indices, the lead brokers execute private investor orders at the median based on the current order situation of a security, and no longer profit from the spread between buy and sell prices.

Eurex: Second quarter shows significant growth and new record trading level

- Eurex sales rose by 25 percent to €126.8 million (Q2/2004: €101.7 million).
- Costs remained stable year-on-year.
- EBITA increased by 61 percent to €67.0 million (Q2/2004: €41.7 million).

The Eurex derivatives exchange increased the volumes traded during the second quarter of 2005 in comparison to the previous year by 24 percent to 327.2 million contracts. With 125.9 million contracts, June was the best month in Eurex's history (previous record: March 2004 with 117.2 million contracts). A new daily record of 8.9 million contracts was traded and cleared on 15 June. On average, 5.7 million contracts were traded daily in June. Open interest contracts amounted to 78.0 million at the end of June, up 33 percent year-on-year (end of June 2004: 58.8 million contracts). Interest rate derivatives remained the most significant product segment in the second quarter of 2005, with a volume increase of approximately 20 percent year-on-year to reach 172.1 million contracts traded (Q2/2004: 143.8 million contracts). As from 1 March 2005, Eurex capped its fees per trade for German, Swiss and Nordic equity options at the level of 2,000 contracts per trade and all other equity options at 1,000 contracts per trade. This pricing change contributed to the 37 percent increase in equity 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	Q2/2005 Contracts in thous.	Q2/2004 Contracts in thous.	Change %
Equity derivatives (stock options)	71,603	52,382	+37
Equity index derivatives, incl. XTF (index products)	83,483	67,342	+24
Interest rate derivatives (capital market products)	172,111	143,775	+20
Total Q2	**327,197**	**263,499**	**+24**
Total H1	**639,221**	**553,140**	**+16**

Eurex has further expanded its market position in Dutch derivatives products by launching three new Dutch equity options on Royal P&O Nedlloyd N.V., Vedior N.V. and Versatel Telecom International N.V. On average, Eurex has a market share of around 14 percent in Dutch equity options trading in 2005.

As of 21 November, Eurex will be extending trading hours for its benchmark products to 10.00 p.m. CET (3.00 p.m. Chicago time). The extended trading day will enable Eurex to offer its clients new trading opportunities, cover more of the US trading day and increase distribution in this key market. The new trading hours will apply for euro-denominated fixed-income products as well as equity index futures, including the globally traded benchmark products Euro-Bund, Euro-Bobl and Euro-Schatz, as well as futures on the DAX and Dow Jones EURO STOXX® indices.

The international bond trading platform Eurex Bonds® increased its turnover in Q2/2005 to €36.5 billion (single counted). Compared to Q2/2004 (€29.5 billion) volumes grew by 24 percent. As of 27 June, Eurex Bonds has extended its range of products to include euro-denominated government bonds from Austria and the Netherlands.

In the Eurex repo markets, quarterly results showed significant growth. The average outstanding volume rose by 51 percent in the Eurex repo EUR market and by 21 percent in the Eurex repo CHF market year-on-year.

Market Data & Analytics: Further sales revenue growth

- Segment sales revenue rose by 9 percent to €32.6 million (Q2/2004: €30.0 million).
- Costs increased by €4.1 million to €24.9 million (Q2/2004: €20.8 million).
- EBITA was lower compared with the previous year at €10.6 million (Q2/2004: €11.3 million).

A key driver of the stronger sales revenue in Q2/2005 was the Front Office Data & Analytics area with its offerings for real-time trading data. The segment further increased demand in the market for higher-quality data ("level 2" products), which had a positive effect on sales revenue. Demand increased in particular for data on Eurex and Eurex Bonds, and fixed-income products such as iBoxx®. In addition, Infobolsa S.A. increased its sales revenue by 4 percent in Q2/2005.

Costs were higher than in the same quarter of the previous year, partly as a result of adjusting the virtual stock options to reflect the rise in the share price, and partly as a result of higher investment in new application developments. For example, the real-time trading data offering is being further extended. Since the end of June, Deutsche Börse has been offering a new data feed of trading data from Eurex and Xetra in the shape of CEF® alpha. The segment has also invested in the development of new indices, such as the VDAX-NEW® volatility index and RDAX®, the index for corporate bonds.

Clearstream: Growth in the core areas of settlement and custody

- Sales revenue increased by 6 percent to €153.6 million (Q2/2004: €144.3 million) due to growth in the core areas of settlement and custody business.
- Net interest income from banking business increased by 43 percent to €28.4 million (Q2/2004: €19.9 million) due to both higher average interest rate margins and higher cash balances resulting from increased OTC international settlement activity.
- The total cost base remained unchanged at €129.4 million (Q2/2004: €129.0 million).
- EBITA increased by 23 percent to €59.9 million (Q2/2004: €48.7 million).

In the custody business, the value of assets under custody increased by 8 percent year-on-year, to reach €8.3 trillion. This growth is driven by international instruments, where custody value went up by 18 percent, mostly thanks to sustained primary market activity. German domestic asset value remained constant over the same period at €4.5 trillion. Altogether, the custody business sales increased by 4 percent to reach €96.4 million.

Average customer deposits and value of securities deposited	Q2/2005 €bn	Q2/2004 €bn	Change %
Average customer deposits	4.122	3.518	+17
Value of securities deposited	8,275	7,696	+8
thereof:			
Clearstream Banking S.A., international	3,316	2,849	+16
Clearstream Banking AG, international	412	311	+32
Clearstream Banking AG, domestic	4,547	4,536	+0

The total number of settlement transactions processed by Clearstream went up by 6 percent to 12.7 million (Q2/2004:12.0 million). While settlement volumes of international OTC transactions went up by 25 percent to 4.1 million, settlement of stock exchange transactions both in German and international instruments remained constant at 5.8 million. Settlement sales revenue increased by 7 percent to €30.7 million (Q2/2004: €28.6 million).

Transactions	Q2/2005 €m	Q2/2004 €m
Clearstream Banking S.A., international	**3.6**	**2.9**
OTC transactions	3.6	2.9
Clearstream Banking AG, international	**1.2**	**1.1**
OTC transactions	0.5	0.4
Stock exchange transactions non-eligible for CCP	0.7	0.7
Clearstream Banking AG, domestic	**7.8**	**8.0**
Stock exchange transactions non-eligible for CCP	4.0	4.2
CCP stock exchange transactions	1.1	0.9
OTC transactions	2.7	2.8
Total	**12.7**	**12.0**

In May, Clearstream delivered a series of settlement service improvements to further increase the efficiency of settlement processing. These improvements include a real-time reporting service, a potential matching service and a standing payment instruction functionality.

In the wake of increased OTC international settlement activity, average overnight customer deposits went up by 17 percent to €4.1 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 1.7 percent in Q2/2004 to 2.2 percent year-on-year, thus taking net interest income closer to levels previously reported.

Within the strategically important Global Securities Financing services business, strong growth continued with the average outstandings reaching €180.0 billion at the end of Q2/2005, a rise of 35 percent year-on-year. The combined services include tripartite repo, securities lending and collateral management. In the tripartite repo business, the average outstanding amount totalled €102.6 billion at the end of Q2/2005, 32 percent above last year.

Clearstream has extended its relationships in Asia by signing a ‘Memorandum of Understanding’ (MoU) with Chinaclear, China’s sole national securities depository, clearing and registration company providing services for the stock exchanges in Shanghai and Shenzhen. The MoU aims to explore the potential of delivering enhanced post-trade services to the securities markets of China. Deutsche Börse Group has already established a working relationship with the Shanghai Stock Exchange (SSE) by using Xetra technology as the core of the SSE’s next generation trading platform.

Clearstream received the JPMorgan Chase “Quality Recognition Award” in recognition of a 99.47 percent straight-through processing (STP) rate for its funds transfer operations area in 2004. Additionally, in the first half of 2005, Clearstream further improved the STP rate to 99.70 percent. The award is given each year by JPMorgan Chase Bank to reward companies that have demonstrated to deliver highly efficient services with tangible benefits.

Information Technology: Sale of entory strengthens focus on core business

- External sales revenue generated by the IT segment rose by 11 percent to €34.2 million (Q2/2004: €30.7 million).
- Costs rose by 7 percent to €101.9 million (Q2/2004: €94.8 million).
- EBITA dropped 20 percent to €23.5 million (Q2/2004: €29.4 million).

The main contributor to the higher external sales revenue was the growing business with the two key accounts dwpbank and European Energy Exchange (EEX). entory also profited from the market recovery of IT services, and was able to record a further increase in orders received in Q2/2005.

Staff costs rose due to the higher measurement of the virtual stock options. This effect could not be fully compensated by savings in operating and network costs, which meant that costs in the IT segment rose by 7 percent. In addition, internal sales revenue fell; EBITA thus decreased by €5.9 million.

entory AG and its subsidiaries will become part of Softlab GmbH with effect from 1 October 2005. On 5 July, Deutsche Börse Group signed an agreement with Softlab, a BMW Group company, on the acquisition of all shares of entory AG. The purchase price is above the carrying amount of the investment as at 31 December 2004. Deutsche Börse acquired entory AG at the end of 2001. Key entory business activities and customers are now outside the Deutsche Börse Group's core business, following the refocusing and diversification of entory due to changes in the investing patterns of banks and securities trading firms in the areas of trading and post-trading.

The sale of entory strengthens Deutsche Börse's focus on the products and services business along the capital market infrastructure supply chain, thus supporting the integrated business model that forms the basis of the Group's tremendous success.

Consolidated Income Statement

for the period 1 January to 30 June 2005

	Quarter ended		Six months ended	
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
	€m	€m	€m	€m
Sales revenue	405.5	359.0	804.9	738.1
Net interest income from banking business	28.4	19.9	54.4	38.5
Own expenses capitalized	9.0	13.5	18.6	24.1
Other operating income	9.1	14.0	24.9	27.7
	452.0	**406.4**	**902.8**	**828.4**
Fee and commission expenses from banking business	–33.8	–28.7	–65.0	–57.9
Consumables used	–8.9	–8.1	–17.0	–15.9
Staff costs	–109.4	–83.3	–200.9	–167.3
Depreciation and amortization expense (excluding goodwill)	–39.2	–47.3	–77.1	–93.4
Other operating expenses	–87.9	–110.6	–193.0	–215.3
Result from equity investments	1.6	1.1	2.3	1.3
Earnings before interest, taxes and goodwill amortization (EBITA)	**174.4**	**129.5**	**352.1**	**279.9**
Goodwill amortization	0	–16.8	0	–34.4
Earnings before interest and taxes (EBIT)	**174.4**	**112.7**	**352.1**	**245.5**
Net financial result	–0.6	–2.7	–3.1	–4.0
Earnings before tax (EBT)	**173.8**	**110.0**	**349.0**	**241.5**
Income tax expense	–66.0	–46.6	–132.4	–102.3
Net profit for the period	**107.8**	**63.4**	**216.6**	**139.2**
Minority interests	1.8	4.3	2.0	5.4
Net income for the period[1)]	**109.6**	**67.7**	**218.6**	**144.6**
Earnings per share (basic and diluted) (€)	**1.02**	**0.60**	**1.99**	**1.29**

[1)] Gains attributable to the shareholders of the parent company

Consolidated Balance Sheet as at 30 June 2005

	30 June 2005 €m	31 Dec. 2004 €m	30 June 2004 €m
ASSETS			
Noncurrent assets			
Intangible assets	1,351.5	1,383.6	1,464.4
Property, plant and equipment	234.7	245.6	264.7
Financial assets and investment property	519.9	514.6	579.8
Miscellaneous and deferred tax assets	17.6	18.9	21.1
	2,123.7	**2,162.7**	**2,330.0**
Current assets			
Current receivables and securities from banking business	9,220.2	4,583.4	6,509.7
Other receivables and other assets	272.9	249.1	255.0
Restricted bank balances	1,548.7	867.4	1,036.0
Other cash and bank balances	539.8	740.2	514.5
	11,581.6	**6,440.1**	**8,315.2**
Total assets	**13,705.3**	**8,602.8**	**10,645.2**
EQUITY AND LIABILITIES			
Equity			
Shareholders' equity	2,329.8	2,545.2	2,426.8
Minority interests	10.6	7.3	12.0
Total equity	**2,340.4**	**2,552.5**	**2,438.8**
Provisions and liabilities			
Noncurrent provisions			
Provisions for pensions and other employee benefits	86.3	79.0	71.0
Deferred tax liabilities	63.3	63.2	72.8
Other noncurrent provisions	61.4	51.7	37.7
	211.0	**193.9**	**181.5**
Current provisions			
Tax provisions	105.3	72.0	107.1
Other current provisions	49.0	39.6	46.8
	154.3	**111.6**	**153.9**
Noncurrent liabilities			
Interest-bearing liabilities	502.3	502.3	500.9
Other noncurrent liabilities	16.2	10.4	4.8
	518.5	**512.7**	**505.7**
Current liabilities			
Liabilities from banking business	8,846.0	4,186.5	6,222.6
Cash deposits by market participants	1,433.6	831.5	946.6
Other current liabilities	201.5	214.1	196.1
	10,481.1	**5,232.1**	**7,365.3**
Total provisions and liabilities	**11,364.9**	**6,050.3**	**8,206.4**
Total equity and liabilities	**13,705.3**	**8,602.8**	**10,645.2**

Consolidated Cash Flow Statement

for the period 1 January to 30 June 2005

	30 June 2005 €m	Six months ended 30 June 2004 €m
Net profit for the period	216.6	139.2
Depreciation and amortization expense	77.1	127.8
Increase in noncurrent provisions	17.0	0.3
Deferred tax expense/(income)	1.0	–5.7
Other non-cash expense	3.3	1.3
Changes in working cash capital, net of non-cash items	3.1	–68.6
Net loss on disposal of property, plant and equipment	0.3	0.7
Cash flows from operating activities	**318.4**	**195.0**
Payments to acquire intangible assets and property, plant and equipment (excluding financial instruments)	–31.4	–42.4
Payments to acquire noncurrent financial instruments	–10.2	–1.4
Net decrease/(increase) in current receivables, securities and liabilities from banking business with an original term greater than three months	381.2	–233.0
Proceeds from net disposals of available-for-sale noncurrent financial instruments	10.6	0
Proceeds from disposal of other noncurrent assets	0.3	0
Cash flows from investing activities	**350.5**	**–276.8**
Purchase of treasury shares	–370.6	–4.6
Proceeds from the sale of treasury shares	6.4	4.6
Net cash received from other shareholders	5.3	0
Finance lease payments	–0.6	0
Repayment of long-term borrowings	0	–1.2
Dividends paid	–74.1	–61.4
Cash flows from financing activities	**–433.6**	**–62.6**
Net change in cash and cash equivalents	235.3	–144.4
Cash and cash equivalents as at beginning of period[1)]	703.4	362.1
Cash and cash equivalents as at end of period[1)]	**938.7**	**217.7**
Operating cash flow per share (€)	**2.90**	**1.74**
Interest and income received from noncurrent financial assets	11.1	89.2
Interest paid	–27.3	–99.2
Income tax paid	–87.4	–163.2

1) Excluding market participants' cash deposits

Consolidated Statement of Changes in Equity

for the period 1 January to 30 June 2005

	30 June 2005 €m	Six months ended 30 June 2004 €m
Subscribed capital		
Balance as at 1 January	111.8	111.8
Retirement of treasury shares	–5.9	0
Balance as at 30 June	**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 June	**1,336.1**	**1,330.2**
Treasury shares		
Balance as at 1 January	0	0
Purchase of treasury shares	–370.6	–4.6
Retirement of treasury shares	353.1	0
Sales within the Group Share Plan	6.4	4.6
Balance as at 30 June	**–11.1**	**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	–0.3
Retirement of treasury shares	–353.1	0
Exchange rate differences and other adjustments	3.4	–0.2
Balance as at 30 June	**668.6**	**833.2**
Revaluation surplus		
Balance as at 1 January	7.9	4.0
Increase in carrying amount of options related to share-based payments	–0.6	0.2
Remeasurement of cash flow hedges	–0.7	0
Remeasurement of other financial instruments	4.4	3.8
Deferred taxes on remeasurement of financial instruments	0.7	–1.0
Balance as at 30 June	**11.7**	**7.0**
Unappropriated surplus		
Balance as at 1 January	226.8	135.0
Dividends paid	–74.1	–61.4
Net income for the period	218.6	144.5
Appropriation to retained earnings including any IFRS adjustments	–152.7	–73.5
Balance as at 30 June	**218.6**	**144.6**
Shareholders' equity as at 30 June	**2,329.8**	**2,426.8**

	30 June 2005 €m	Six months ended 30 June 2004 €m
Shareholders' equity brought forward	2,329.8	2,426.8
Minority interests		
Balance as at 1 January	7.3	12.3
Changes due to equity increases	5.3	5.1
Changes due to share in result for the period	–2.0	–5.4
Balance as at 30 June	**10.6**	**12.0**
Equity as at 30 June	**2,340.4**	**2,438.8**

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). 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

Subject to the approval of the responsible antitrust authorities, 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 the agreed purchase price, which is above the carrying amount of the investment as at 31 December 2004. The transaction is scheduled to be completed in autumn 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		Six months ended
	30 June 2005 €m	30 June 2004 €m	30 June 2005 €m	30 June 2004 €m
Xetra	58.3	52.3	117.4	117.5
Eurex	126.8	101.7	252.3	208.6
Market Data & Analytics	32.6	30.0	64.4	59.2
Clearstream	153.6	144.3	305.6	290.3
Information Technology	34.2	30.7	65.2	62.5
Total sales revenue	**405.5**	**359.0**	**804.9**	**738.1**
Internal sales revenue Information Technology	**86.6**	**88.1**[1)]	**171.3**	**174.7**[1)]
Analysis of Clearstream sales revenue (gross commission income)				
Custody	96.4	92.3	191.0	181.0
Settlement	30.7	28.6	63.0	62.3
Other	26.5	23.4	51.6	47.0
Total	**153.6**	**144.3**	**305.6**	**290.3**

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

Net interest income from banking business	30 June 2005 €m	Quarter ended 30 June 2004 €m	30 June 2005 €m	Six months ended 30 June 2004 €m
Gross interest income	50.7	31.4	94.9	63.7
Interest expense	–22.3	–11.5	–40.5	–25.2
Net interest income from banking business	**28.4**	**19.9**	**54.4**	**38.5**

Earnings before interest, taxes and goodwill amortization (EBITA)	30 June 2005 €m	Quarter ended 30 June 2004 €m	30 June 2005 €m	Six months ended 30 June 2004 €m
Xetra	26.2	18.1	53.2	51.9
Eurex	67.0	41.7	135.9	95.6
Market Data & Analytics	10.6	11.3	21.6	21.7
Clearstream	59.9	48.7	121.6	95.1
Information Technology	23.5	29.4	40.9	48.0
Corporate Services	–12.5	–18.3	–20.4	–27.6
Reconciliation	–0.3	–1.4	–0.7	–4.8
Total EBITA	**174.4**	**129.5**	**352.1**	**279.9**

Earnings before tax (EBT)	30 June 2005 €m	Quarter ended 30 June 2004 €m	30 June 2005 €m	Six months ended 30 June 2004 €m
Xetra	26.2	18.1	53.2	51.9
Eurex	68.1	43.2	137.9	97.5
Market Data & Analytics	10.5	11.2	21.6	21.4
Clearstream	59.9	33.4	121.6	64.5
Information Technology	23.6	27.2	41.1	44.1
Corporate Services	–14.1	–21.7	–25.5	–33.1
Reconciliation	–0.4	–1.4	–0.9	–4.8
Total EBT	**173.8**	**110.0**	**349.0**	**241.5**

Investments (excluding financial instruments)	30 June 2005 €m	Quarter ended 30 June 2004 €m	30 June 2005 €m	Six months ended 30 June 2004 €m
Xetra	0.3	1.0	1.5	3.3
Eurex	6.3	6.1	12.0	12.6
Market Data & Analytics	0.1	0.2	0.5	0.4
Clearstream	5.5	9.2	11.4	15.9
Information Technology	4.8	3.2	8.8	5.2
Corporate Services	2.4	5.4	3.7	10.8
Reconciliation	–3.3	–2.9	–6.5	–7.8
Total investments (excluding financial instruments)	**16.1**	**22.2**	**31.4**	**40.4**

Depreciation and amortization expense		Quarter ended		Six months ended
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
	€m	€m	€m	€m
Xetra	5.6	5.9	11.8	11.8
Eurex	6.3	7.2	12.5	13.3
Market Data & Analytics	3.0	2.7	5.9	5.6
Clearstream	13.3	18.8	26.1	37.4
Information Technology	6.9	7.7	13.0	16.0
Corporate Services	7.1	6.4	13.5	12.2
Reconciliation	–3.0	–1.4	–5.7	–2.9
Total depreciation and amortization expense	**39.2**	**47.3**	**77.1**	**93.4**

Goodwill amortization (including impairment losses)		Quarter ended		Six months ended
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
	€m	€m	€m	€m
Eurex	0	–0.4	0	0
Market Data & Analytics	0	0.2	0	0.4
Clearstream	0	15.2	0	30.5
Information Technology	0	1.8	0	3.5
Total goodwill amortization (including impairment losses)	**0**	**16.8**	**0**	**34.4**

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 a relatively small open foreign currency position. 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 June 2005:

	30 June 2005			30 June 2004		
	Risk-weighted assets[1] €m	Regulatory capital €m	Solvency ratio[2] %	Risk-weighted assets[1] €m	Regulatory capital €m	Solvency ratio[2] %
Clearstream subgroup	2,119.0	874.9	41.3	1,717.0	815.4	47.5
Clearstream International S.A.	852.0	670.4	78.7	850.0	621.2	73.1
Clearstream Banking S.A.	1,593.0	331.4	20.8	1,227.0	325.2	26.5
Clearstream Banking AG	149.0	59.2	39.8	123.0	69.0	56.2
Eurex Clearing AG	171.0	20.5	12.0	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 5.9 million shares with a value of €353.1 million from 13 April to 19 May 2005. The average repurchase price was €60.02. The repurchased shares were retired by the Company on 24 May 2005. As a result, Deutsche Börse AG's share capital fell from €111,802,880 million to €105,918,789 million and the number of no-par value registered shares also decreased from 111.8 million to 105.9 million. A further 0.3 million shares with a value of €17.5 million were repurchased at the beginning of the second share buy-back program in the period from 10 June to 30 June 2005.

Under the Group Share Plan 2005 Tranche, 102,000 of the repurchased shares were transferred to employees.

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 June 2005:

Tranche	Exercise price €	Adjusted exercise price €	Number of options outstanding 30 June 2005	Average price for the period[1] 30 June 2005	Number of potentially dilutive ordinary shares 30 June 2005
2004	52.35[2]	55.11	78,014	60.42	6,856
2005	77.69	86.65	102,101	60.42	0

[1] Average volume-weighted price of Deutsche Börse shares on Xetra in the period from 1 January to 30 June 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 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 June 2005 or 2004.

Earnings per share		Quarter ended		Six months ended
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
Number of shares outstanding as at beginning of period	111,802,880	111,802,880	111,802,880	111,802,880
Number of shares outstanding as at 30 June	105,638,778	111,802,880	105,638,778	111,802,880
Weighted average number of shares outstanding	107,740,751	111,802,880	109,760,594	111,802,880
Net income for the period (€m)	109.6	67.7	218.6	144.6
Earnings per share (basic and diluted) (€)	1.02	0.60	1.99	1.29

10. Group Share Plan

Under the Group Share Plan (GSP) 2005 Tranche, eligible employees were able to buy up to 200 shares of the Company (dependent on basic salary) at a discount of between 10 and 30 percent, depending on the individual employee's performance assessment and length of service. Shares must be held for at least two years. Employees received one stock purchase option for each share bought. The issue price of this option consists of the strike price, which corresponds to the volume-weighted average price of the Company's share in the closing auctions on the Xetra trading system on the ten trading days prior to the date of grant of the stock options, but at a minimum to the closing auction price on the date of grant of the stock options (i.e. 30 June 2005), plus a premium amounting to 20 percent of the strike price. Options cannot be exercised in the first two years and expire without compensation if not exercised within six years.

In total, 36.3 percent of eligible employees subscribed for a total of 102,101 shares under the 2005 Tranche. In this context, Deutsche Börse Group issued 102,101 stock options to employees at an issue price of €77.69 on 30 June 2005.

11. 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 June 2005:

	Shareholdings as at 30 June 2005	Shareholdings as at 31 December 2004
Executive Board		
Mathias Hlubek	5,000	5,000
Rudolf Ferscha	18,290	18,290
Matthias Ganz	0	0
Michael Kuhn	0	0
Werner G. Seifert[1)]	0	0
Jeffrey Tessler	0	0
Supervisory Board		
Dr. Rolf-E. Breuer	0	0
David Andrews	0	0
Herbert Bayer	0	0
Udo Behrenwaldt	0	0
Birgit Bokel	0	0
Mehmet Dalman	0	0
Uwe E. Flach[2)]	0	0
Hans-Peter Gabe	510	410
Dr. Manfred Gentz	0	0
Prof. Dr. Dr. Dr. h.c. mult. Klaus J. Hopt[2)]	0	0
Dr. Stefan Jentzsch	5,400	5,400
Lord Peter Levene of Portsoken KBE[3)]	0	0
Hessel Lindenbergh	0	0
Silke Martinez Maldonado	0	0
Friedrich von Metzler	0	0
Alessandro Profumo	0	0
Sadegh Rismanchi	200	100
Dr. Herbert Walter	0	0
Otto Wierczimok	451	351
Johannes Witt	200	200
Manfred Zaß[2)]	0	0

1) Left the Executive Board on 9 May 2005. The shareholding indicated for 2005 relates to this date.
2) Left the Supervisory Board on 25 June 2005. The shareholding indicated for 2005 relates to this date.
3) Left the Supervisory Board on 26 May 2005. The shareholding indicated for 2005 relates to this date.

The Company was not notified of any further holdings in Deutsche Börse AG shares in the first half of 2005. Neither was there any notification for this period of any transactions in these shares or derivatives issued on these shares.

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 as well as senior executives.

12. Material transactions with related parties

		Quarter ended		Six months ended
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
	€m	€m	€m	€m
Associates:				
Income				
Operation of Eurex software for European Energy Exchange AG by Deutsche Börse Systems AG	2.6	1.8	3.8	3.4
Expense				
Reimbursement of software development costs to The Clearing Corporation Inc. by Eurex Frankfurt AG	0	1.3	0.3	1.4
Other investors:				
Income				
Office and administrative services for SWX Swiss Exchange by Eurex Zürich AG	13.4	8.2	19.9	15.4
Development of Eurex software for SWX Swiss Exchange by Deutsche Börse Systems AG	1.6	2.0	3.0	3.7
Total income	**15.0**	**10.2**	**22.9**	**19.1**
Expense				
Office and administrative services for Eurex Zürich AG by SWX Swiss Exchange	1.8	3.3	3.5	3.3
Other companies:				
Income				
Operation of Xontro for Deutsche Börse AG by BrainTrade GmbH	3.4	3.4	6.5	7.5
Expense				
Operation and development of Xontro for BrainTrade GmbH by Deutsche Börse Systems AG	6.2	4.9	11.2	11.0

13. Employees

		Quarter ended		Six months ended
	30 June 2005	30 June 2004	30 June 2005	30 June 2004
Average number of employees during the period	3,261	3,254	3,263	3,256
Employees as at balance sheet date	3,258	3,247	3,258	3,247

There was an average of 3,058 full-time equivalent (FTE) employees during the second quarter of 2005 (Q2/2004: 3,090).

14. Contingent liabilities

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

15. Events after the balance sheet date

Under its second share buy-back program, Deutsche Börse repurchased some 150,000 shares with a value of €10.3 million in the period from 1 July to 5 August 2005. The share buy-back is part of an ongoing program to optimize the Group's capital structure.

At the proposal of Deutsche Börse AG's Supervisory Board, Richard Hayden, Friedrich Merz, Gerhard Roggemann and Kurt F. Viermetz were appointed as members of the Supervisory Board on 12 July 2005. Kurt F. Viermetz will stand for the position of Chairman to succeed Rolf-E. Breuer.

Frankfurt/Main, 8 August 2005
Deutsche Börse AG
The Executive Board

Mathias Hlubek | Rudolf Ferscha | Matthias Ganz

Michael Kuhn | Jeffrey Tessler

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