

Business Performance

Full Year
2009

BME 
BOLSAS Y MERCADOS ESPAÑOLES

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- A. Results**
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- D. Business Drivers**

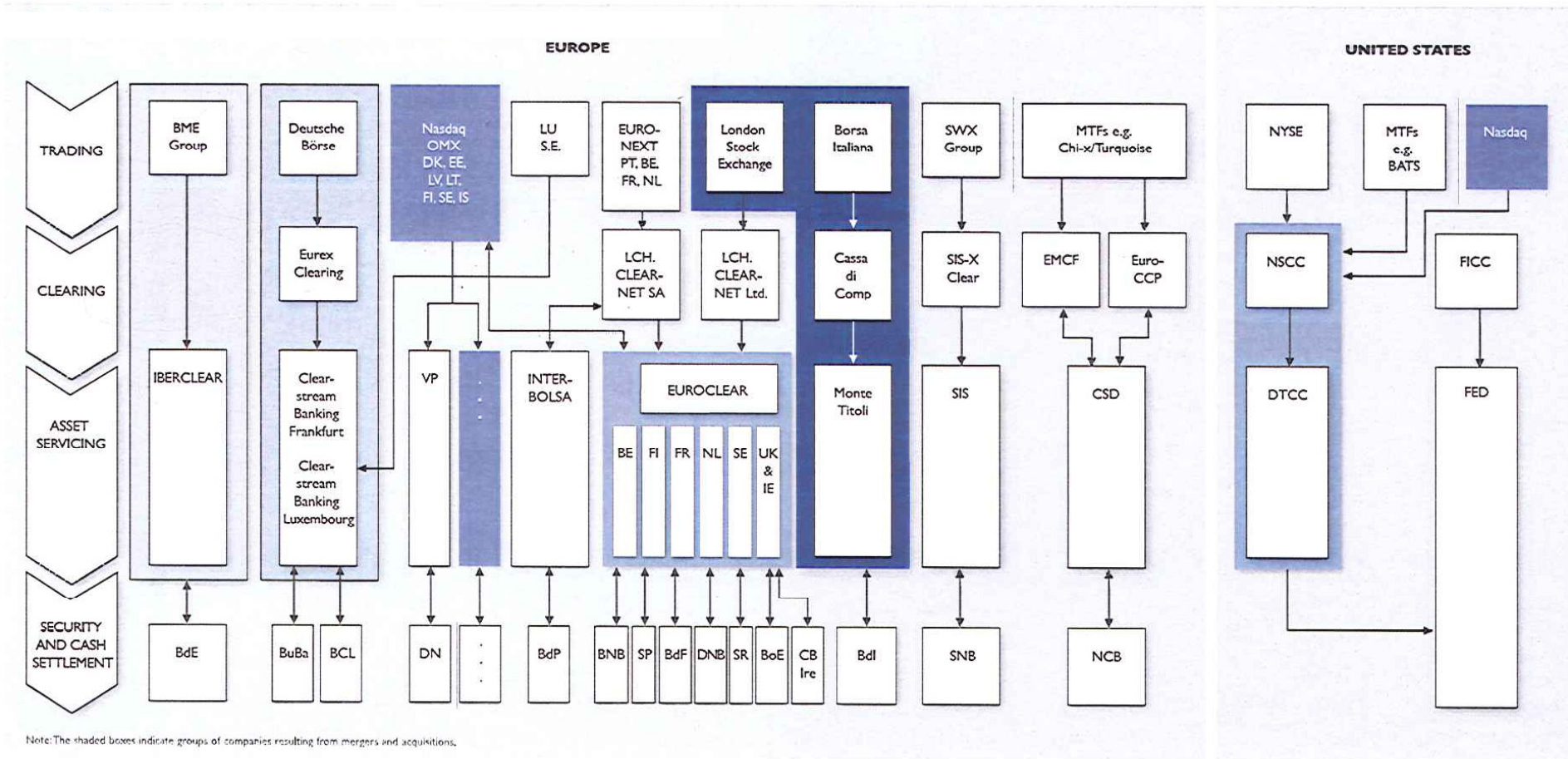
New Scenario: Positioning

- Transparency and risk reduction as the main drivers of the regulatory push
- As a result: A push in favour of centralization of organized markets

Our response











- Take up OTC operations in secure traffic
- Develop fixation and liquidity mechanisms
- Develop business opportunities tied to new regulatory markets
- More activities not related to transaction volume
- Strengthening of the model and the profit and loss statement: shareholder returns

Comparative structure of markets



Highly liquid market

- Quality of spreads and best market impact for Spanish stocks

RK	Company	2008		2009	
		Avg. Spread (€)	Avg. Spread (%)	Avg. Spread (€)	Avg. Spread (%)
1		0.01	0.07	0.009	0.04
2		0.01	0.11	0.007	0.06
3		0.01	0.10	0.009	0.07
4		0.02	0.10	0.015	0.08
5		0.04	0.14	0.037	0.09
6		0.01	0.14	0.006	0.09
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8		0.06	0.35	0.030	0.10
9		0.02	0.18	0.012	0.11
10		0.05	0.16	0.045	0.12
	IBEX₃₅		0.164%		0.084%

Source: Market annual and monthly reports

1) As of 31/12/09

Dividends: Maximizing shareholders' returns

Dividends paid

1st Interim Dividend (September) = 0.4 €/share

2nd Interim Dividend (December) = 0.6 €/share

Dividend Proposals

Supplementary Dividend: 0.6 €/share => Ordinary Pay Out: 89%

Extraordinary Dividend: 0.372 €/share

Total Dividend

1.9725 €/share

Repetition of 2008 Dividend

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A. Results

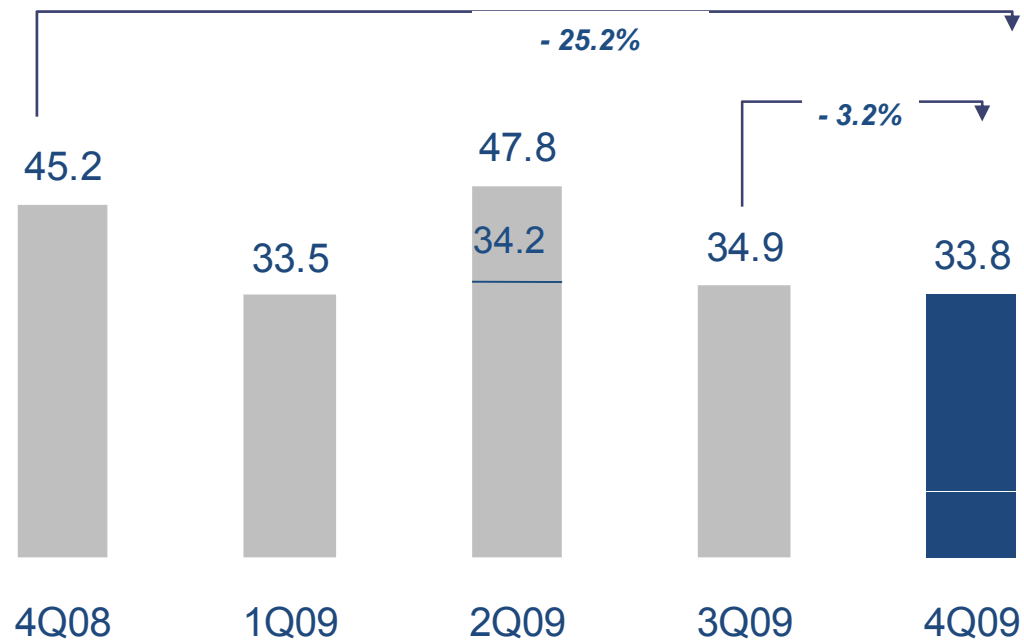
B. Business Overview

C. Financials

D . Business drivers

Results

Quarterly Net Profits



A quarter in line with previous 2009 quarters

Comparison with FY08

Revenues FY 2009/2008

[€ Mill.]



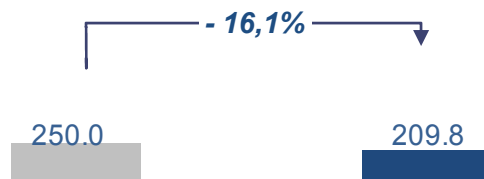
Costs FY 2009/2008

[€ Mill.]

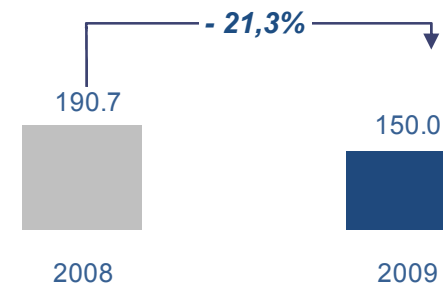


Margins

EBITDA FY 2009/2008 [€ Mill.]



Net Profit FY 2009/2008 [€ Mill.]

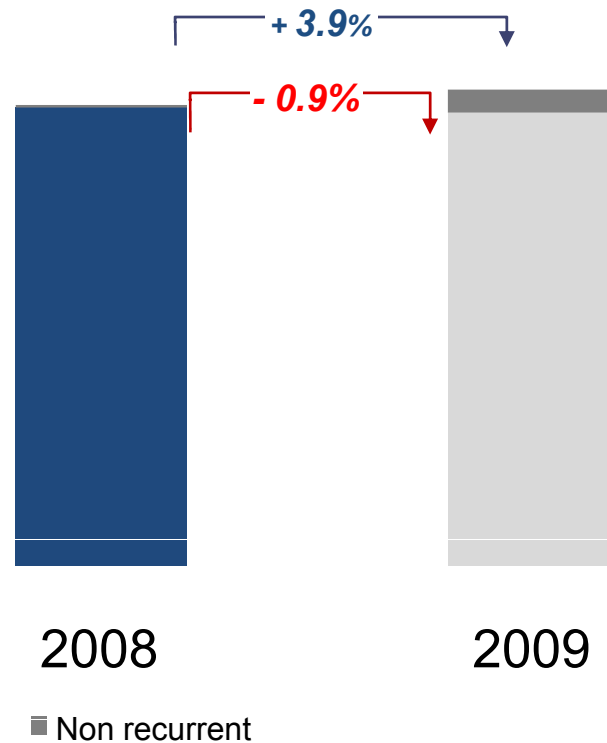


Profit and Loss Account

<i>Thousands of €</i>	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	77,293	88,192	-12.4%	316,658	352,899	-10.3%
Expenses	(27,230)	(28,982)	-6.0%	(106,866)	(102,877)	3.9%
EBITDA	50,063	59,210	-15.4%	209,792	250,022	-16.1%
EBIT	48,032	57,312	-16.2%	202,352	242,233	-16.5%
Financial results	113	2,806	-96.0%	4,957	24,384	-79.7%
EBT	48,057	60,118	-20.1%	206,906	266,617	-22.4%
Net Profit	33,828	45,232	-25.2%	150,036	190,737	-21.3%

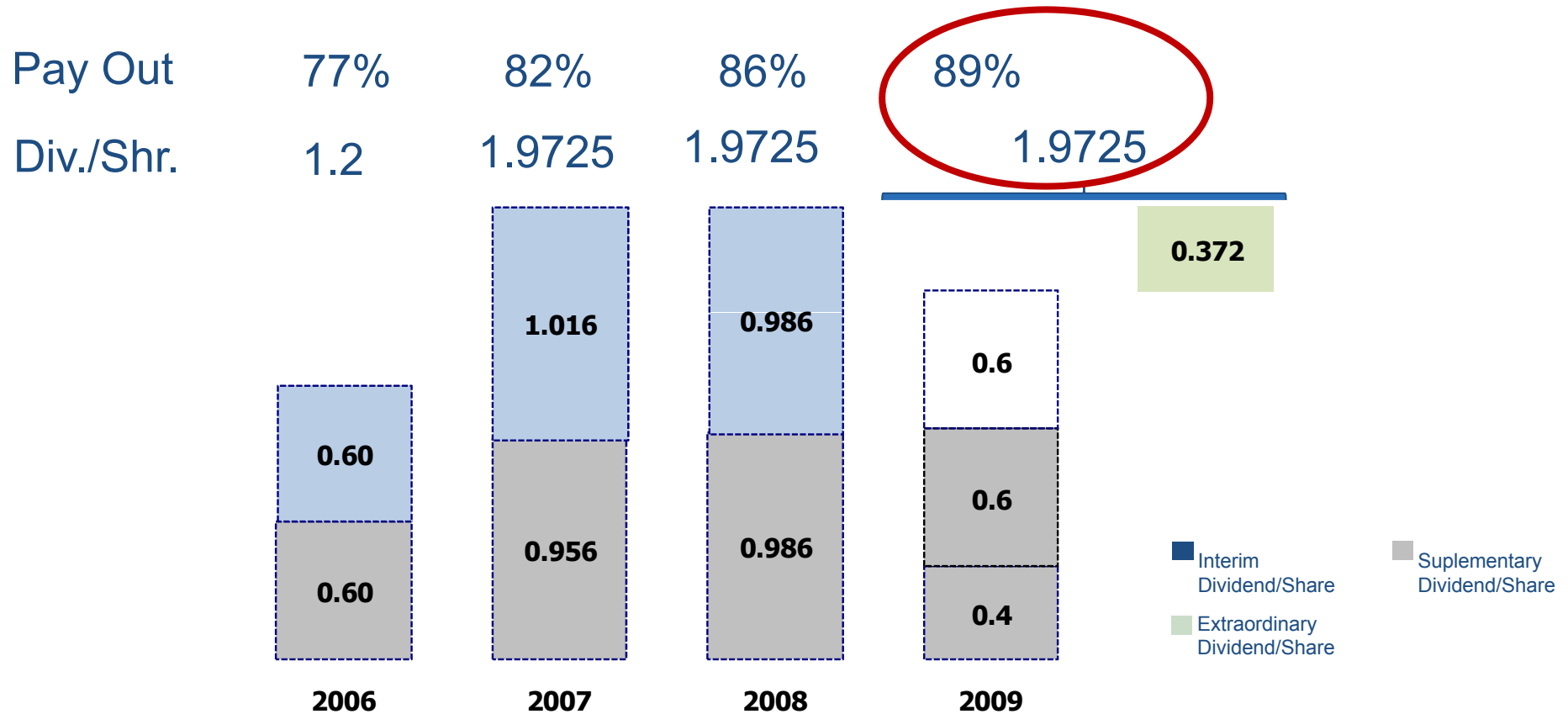
Costs Control

Comparison of operating costs



Ordinary Operating Costs decrease by 6.0% in the quarter. Excluding extraordinary items, it represents a 0.9% decline in accumulated terms

Dividends: Maximizing shareholders' returns



Dividend proposal: maintenance of dividend/share

Supplementary Dividend: 0.6 €/share => Ordinary Pay Out Ratio: 89%

Extraordinary Dividend: 0.372 €/share

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A. Results

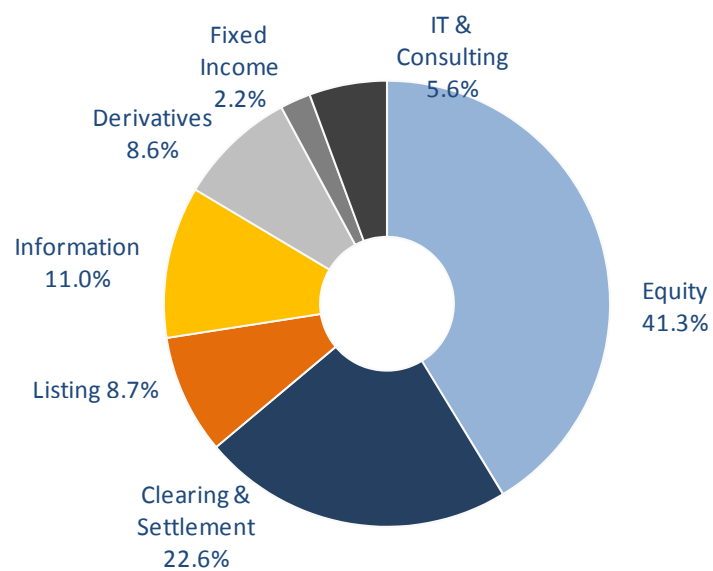
B. Business overview

C. Financials

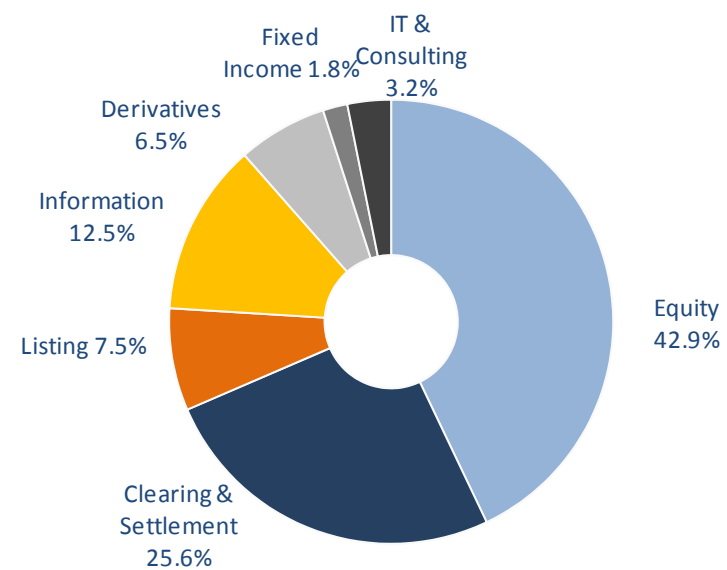
D . Business drivers

Business Areas

Consolidated Revenues
FY 2009 - %



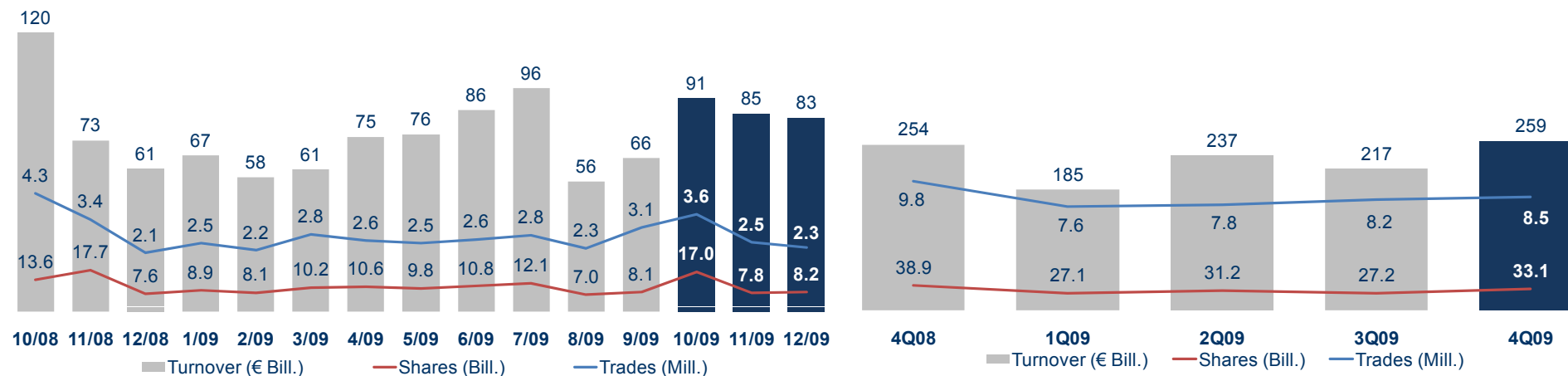
EBITDA
FY 2009 - %



Equity Market

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	31,664	35,998	-12.0%	124,097	150,969	-17.8%
Expenses	(8,720)	(9,509)	-8.3%	(34,211)	(36,250)	-5.6%
EBITDA	22,944	26,489	-13.4%	89,886	114,719	-21.6%

Equity Turnover, volume and shares traded

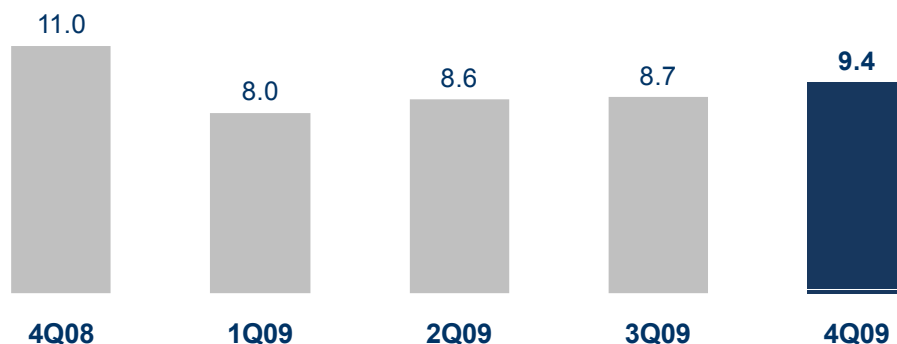


Recovery in volumes and number of trades in 4Q09

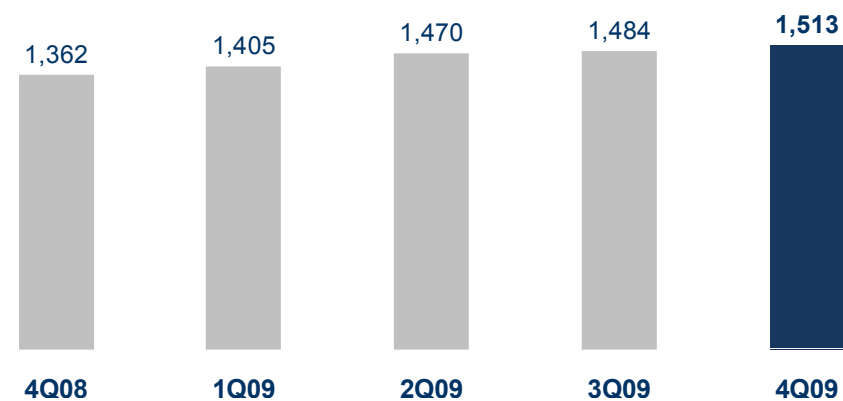
Clearing and Settlement

<i>Thousands of €</i>	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	18,231	20,528	-11.2%	67,948	83,037	-18.2%
Expenses	(3,441)	(3,755)	-8.4%	(14,342)	(15,073)	-4.8%
EBITDA	14,790	16,773	-11.8%	53,606	67,964	-21.1%

*Settlement: Number of trades settled
(Million of trades)*



*Securities under custody: Nominal value
(Billion €)*

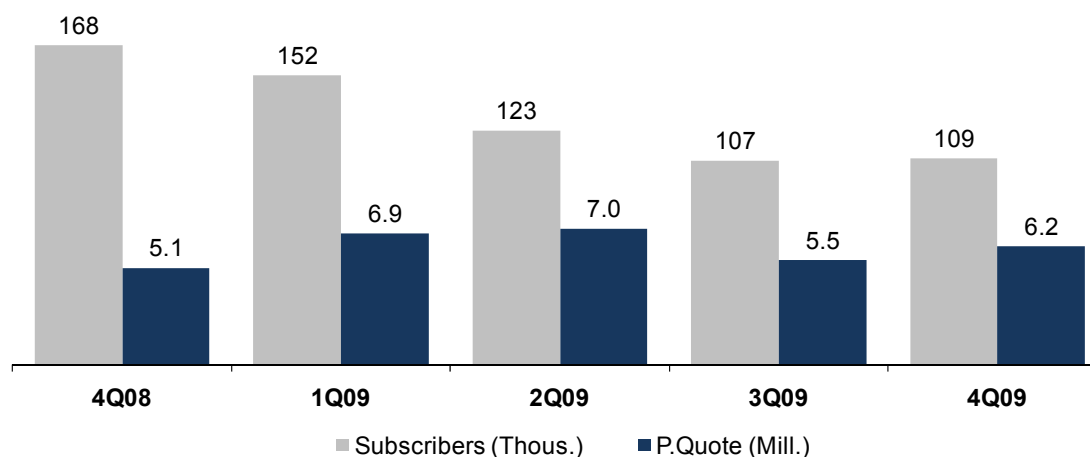


Revenues in this unit, excluding SGI, decrease by 5.6% in FY09
Registry revenues increase by 5.9%

Market Data & Information

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	8,132	9,808	-17.1%	33,073	38,109	-13.2%
Expenses	(1,704)	(1,677)	1.6%	(6,820)	(6,720)	1.5%
EBITDA	6,428	8,131	-20.9%	26,253	31,389	-16.4%

Information: Subscribers to primary market sources (Average for the period in thousands of subscribers and millions of accesses per quote)



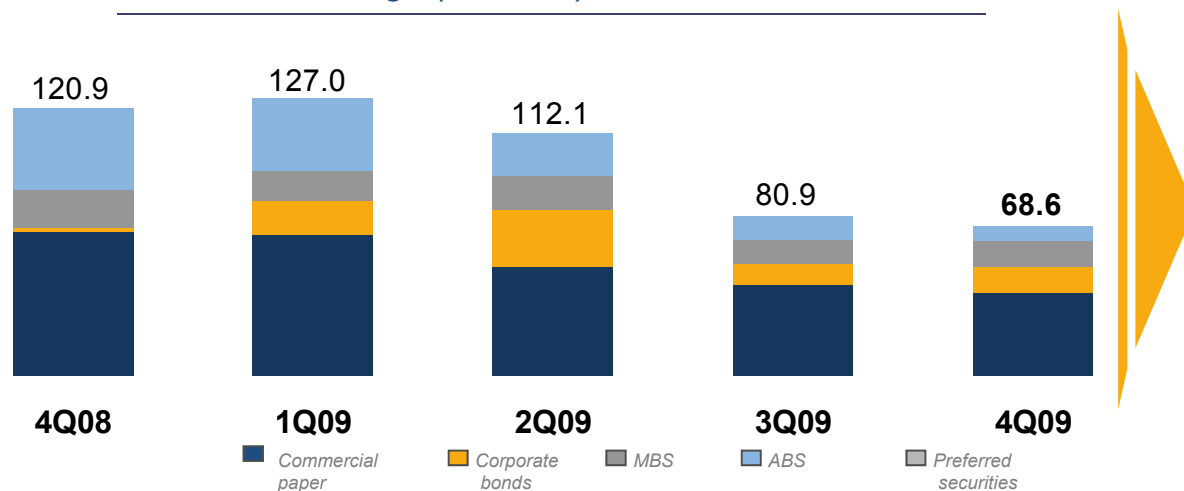
- Per quote information access rose 22.5% in the quarter and a cumulative 86.5% in 2009
- An increase of 7.5% in the number of clients
- The number of continuous-flow information subscribers dropped 35.3% in the quarter and 27.0% cumulative in 2009

Mixed performance despite the delayed impact of the crisis

Listing

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	6,199	7,618	-18.6%	26,020	28,440	-8.5%
Expenses	(2,579)	(2,849)	-9.5%	(10,403)	(10,888)	-4.5%
EBITDA	3,620	4,769	-24.1%	15,617	17,552	-11.0%

AIAF: New listings (Billion €)



Private Fixed Income:

- Outstanding balance increases 6.3% (870,981 million euros)

Equity listings:

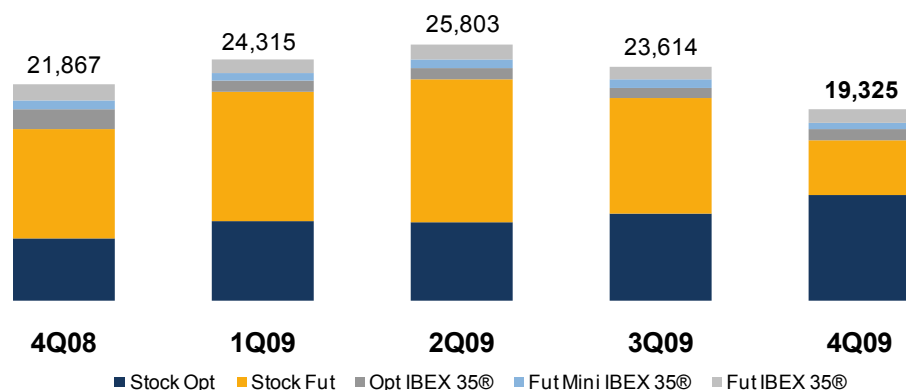
- Second listing in MAB, the market segment for growth companies

Slow down in AIAF issues

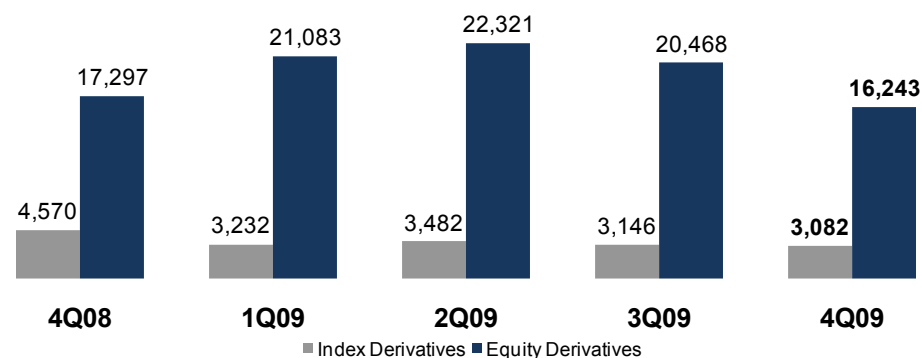
Derivatives

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	6,252	7,324	-14.6%	25,861	28,805	-10.2%
Expenses	(3,182)	(3,131)	1.6%	(12,191)	(10,934)	11.5%
EBITDA	3,070	4,193	-26.8%	13,670	17,871	-23.5%

Turnover (Thousand contracts)



Turnover by underlying asset (Thousand contracts)

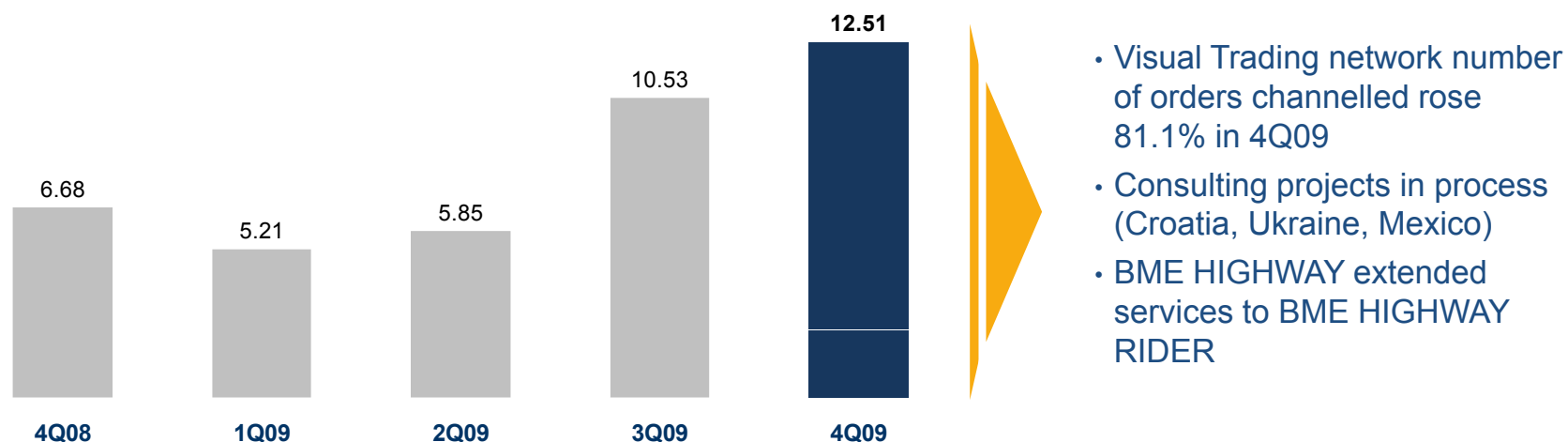


Sustained growth in equity derivatives

IT & Consulting

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	4,856	5,226	-7.1%	16,931	16,357	3.5%
Expenses	(2,644)	(2,272)	16.4%	(10,295)	(8,628)	19.3%
EBITDA	2,212	2,954	-25.1%	6,636	7,729	-14.1%

National and international orders channelled to SIBE through Visual Trader (Million)

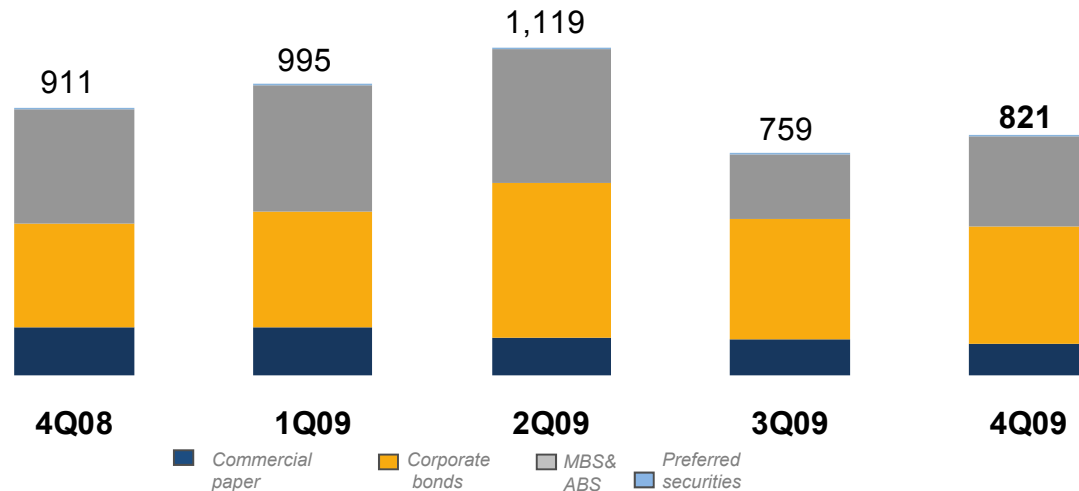


Development of new projects and partnerships

Fixed income

Thousands of €	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
Revenues	1,798	1,623	10.8%	6,651	6,600	0.8%
Expenses	(722)	(797)	-9.4%	(2,902)	(3,074)	-5.6%
EBITDA	1,076	826	30.3%	3,749	3,526	6.3%

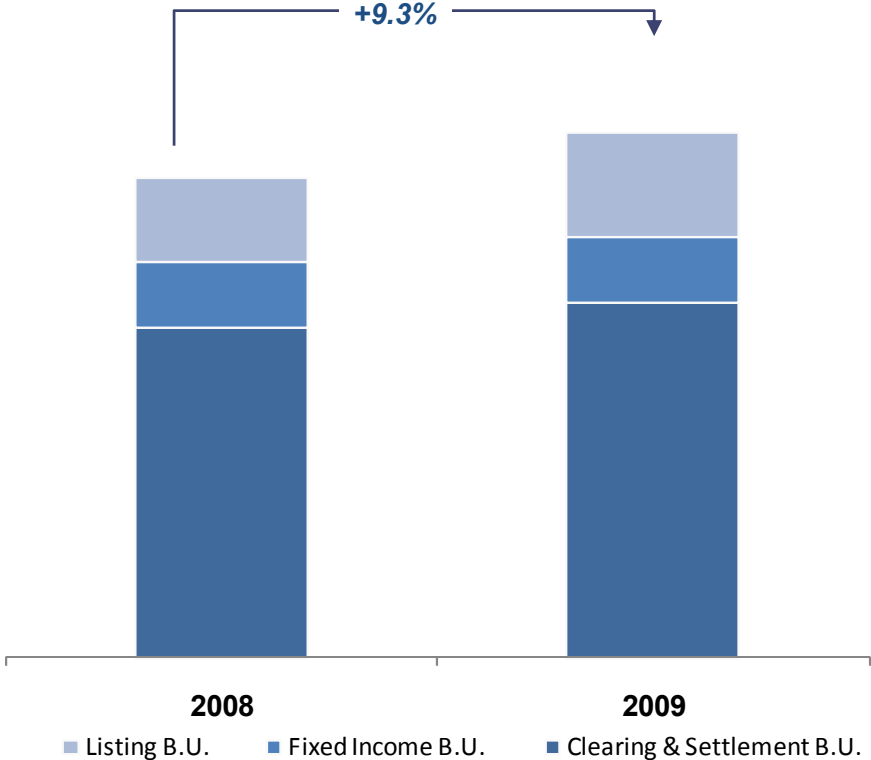
AIAF – Turnover (Billion €)



The best results of any quarter this year

Fixed income

Growth of Fixed Income Securities related revenues



Breakdown by business areas

<i>€ Thousand</i>	REVENUES			EBITDA		
	FY 2009	FY 2008	%	FY 2009	FY 2008	%
Equity Market	124,097	150,969	-17.8%	89,886	114,719	-21.6%
Clearing & Settlement	67,948	83,037	-18.2%	53,606	67,964	-21.1%
Listing	26,020	28,440	-8.5%	15,617	17,552	-11.0%
Market Data & Information	33,073	38,109	-13.2%	26,253	31,389	-16.4%
Derivatives	25,861	28,805	-10.2%	13,670	17,871	-23.5%
IT & Consulting	16,931	16,357	3.5%	6,636	7,729	-14.1%
Fixed income	6,651	6,600	0.8%	3,749	3,526	6.3%

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Balance sheet

as of December, 31st
(Thousands of €)

	2009	2008
Goodwill	80,619	80,619
Other non-current assets	86,916	76,732
Cash and cash equivalents	323,692	430,705
Non-Group current financial assets	11,068,937	5,103,642
Other current assets	61,615	106,072
Total assets	11,621,779	5,797,770
Equity	453,161	466,209
Non-current liabilities	11,646	9,851
Current liabilities	11,156,972	5,321,710
Total equity and liabilities	11,621,779	5,797,770

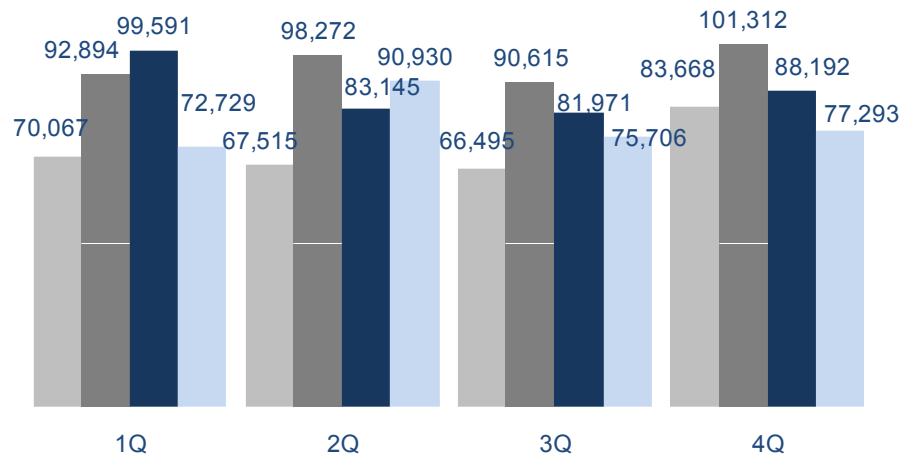
P/L

<i>Thousands of €</i>	4Q 2009	4Q 2008	%	FY 2009	FY 2008	%
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Net Profit	33,828	45,232	-25.2%	150,036	190,737	-21.3%

Revenues & EBITDA - Quarterly performance

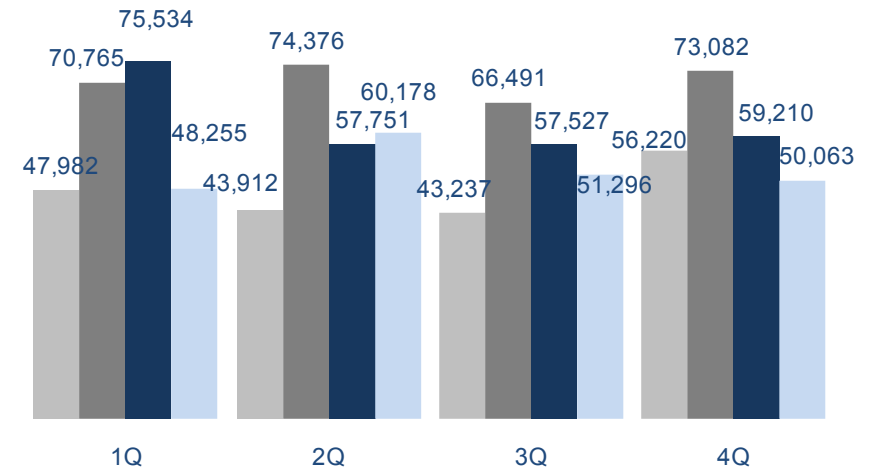
Revenues

[€ Thousand]



EBITDA

[€ Thousand]

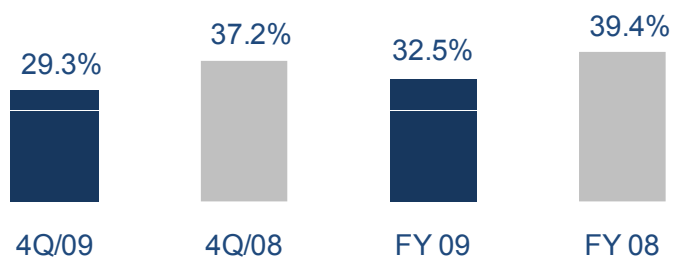


2006 2007 2008 2009

Efficiency & Profitability

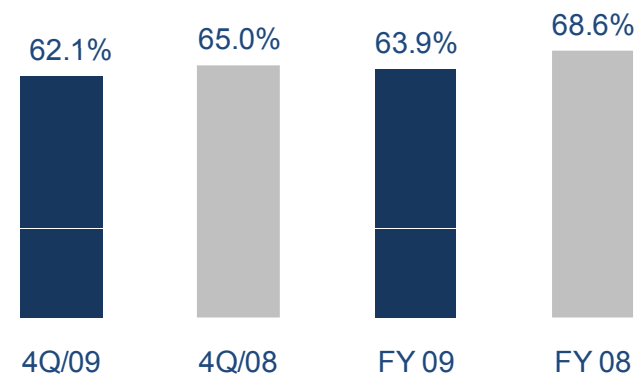
ROE Evolution

% ROE



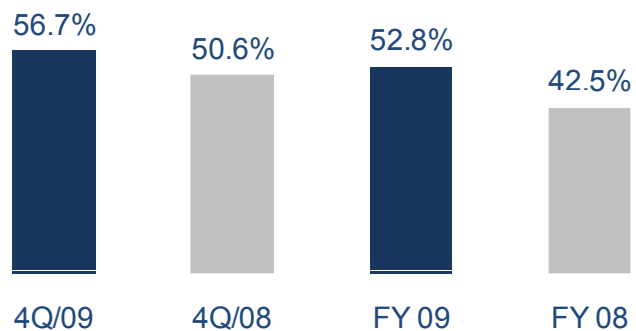
EBIT/Revenues Ratio Evolution

% EBIT/Revenues



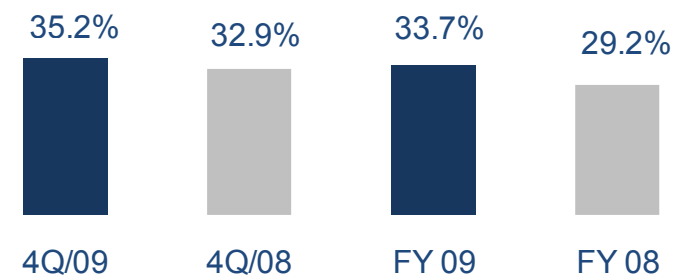
Cost/EBIT Ratio Evolution

% Cost/EBIT



Efficiency Ratio Evolution

% Efficiency














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Business drivers: Highly liquid market

- Spanish blue-chips are the most liquid stocks in the EMU











RK	Company	FY09	Daily avg. 2009	Relative weight at EuroStoxx50 (%) ¹⁾
		Turnover (Billion €)	Turnover (Billion €)	
1	 Grupo Santander	218.1	0.86	5.821%
2	 Telefonica	206.0	0.81	4.949%
3	 BBVA	125.0	0.49	2.948%
4	 UniCredit	122.3	0.48	2.304%
5	 Eni	117.7	0.46	2.680%
6	 TOTAL	74.1	0.29	6.086%
7	 Deutsche Bank	72.4	0.28	1.896%
8	 IBERDROLA	67.0	0.26	1.612%
9	 ArcelorMittal	63.5	0.25	1.837%
10	 SIEMENS	59.3	0.23	3.240%
16	 REPSOL YPF	50.8	0.20	0.915%

Source: Bloomberg

1) As of 31/12/09

Highly liquid market

- Quality of spreads and best market impact for Spanish stocks

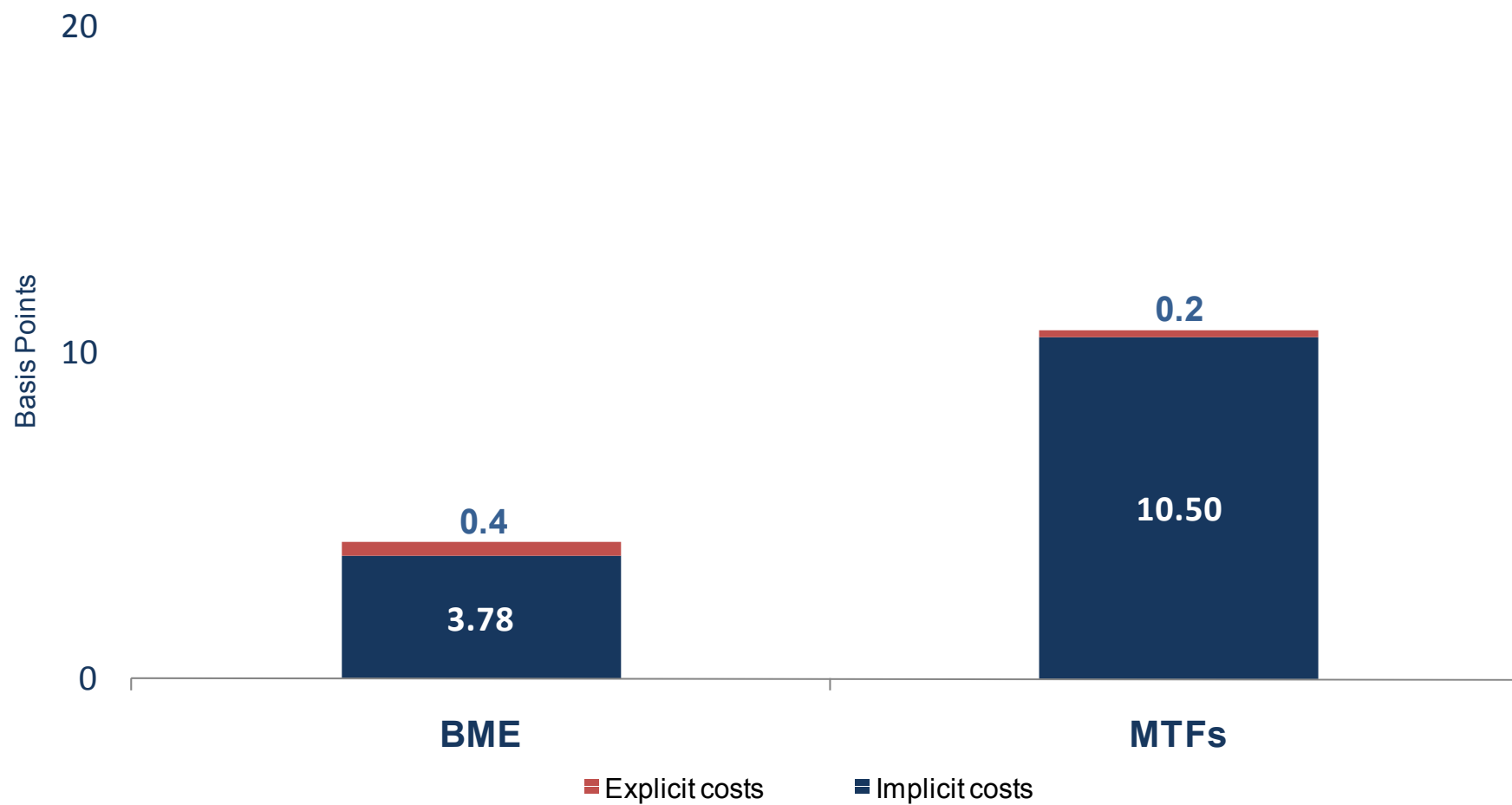
RK	Company	2008		2009	
		Avg.Spread (€)	Avg.Spread (%)	Avg.Spread (€)	Avg.Spread (%)
1		0.01	0.07	0.009	0.04
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5		0.04	0.14	0.037	0.09
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10		0.05	0.16	0.045	0.12
	IBEX₃₅		0.164%		0.084%

Source: Market annual and monthly reports

1) As of 31/12/09

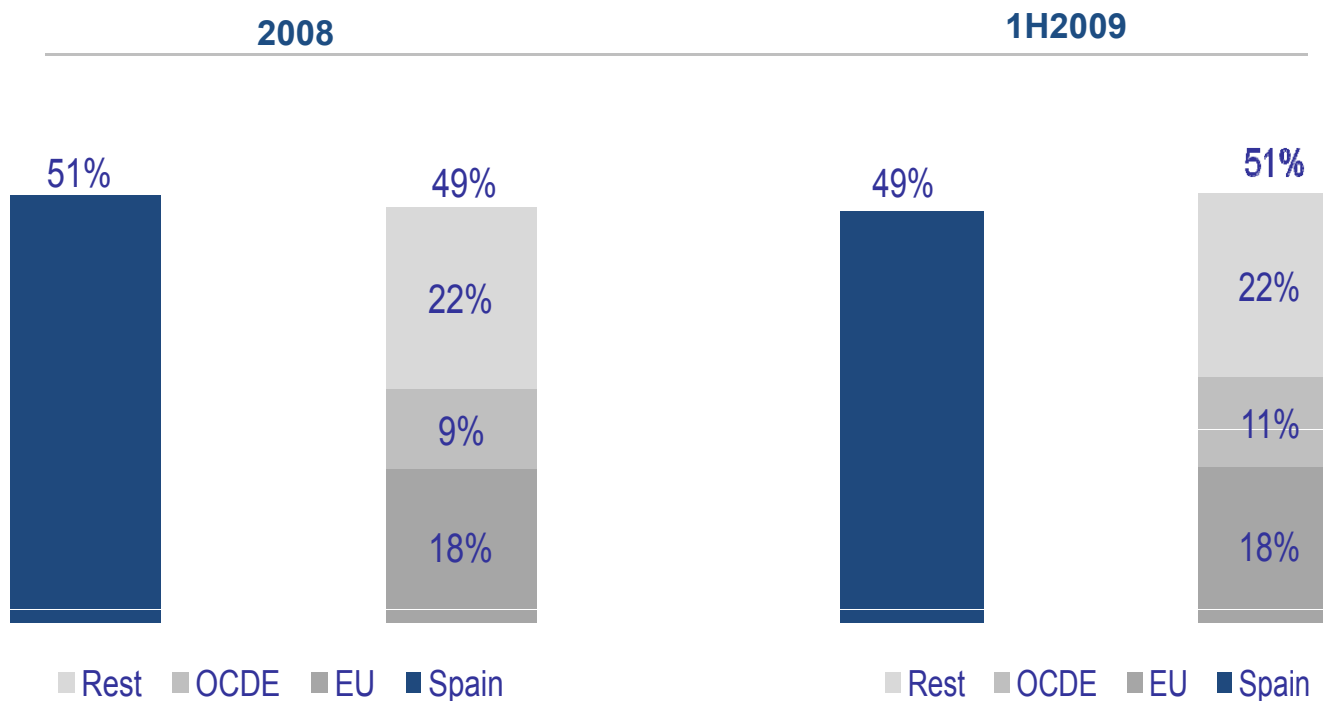
Efficient market

- Transaction cost comparison BME vs. MTFs



Diversified market

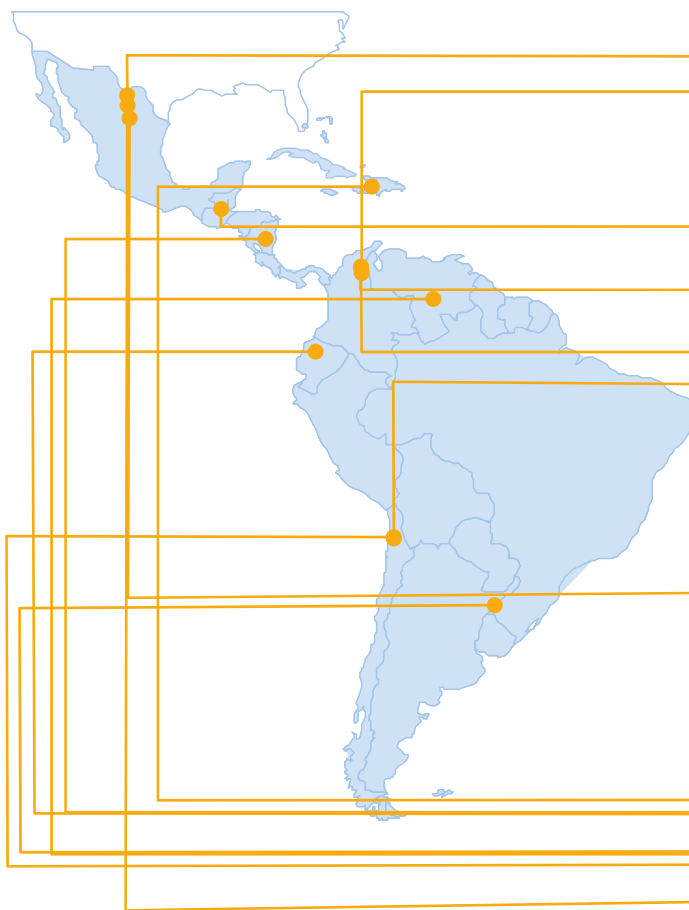
- Distribution by markets of business volume of the IBEX 35 companies (2008 - 1H 2009)



Source: Interim Reports from listed companies obtained from CNMV

BME: Presence in Latin America

Markets: Latibex



Shareholdings

- *Mexico*: Bolsa Mexicana de Valores
- *Colombia*: Cámara de Riesgo Central de Contraparte de Colombia, S.A.

Consulting

- *Guatemala*: Support program for the Stock Market Commission
- *Colombia*: Diagnostic of the operating structure of the Colombian stock market
- *Colombia*: Advisory role
- *Chile*: The creation and development of a central counterparty for the Chilean product market

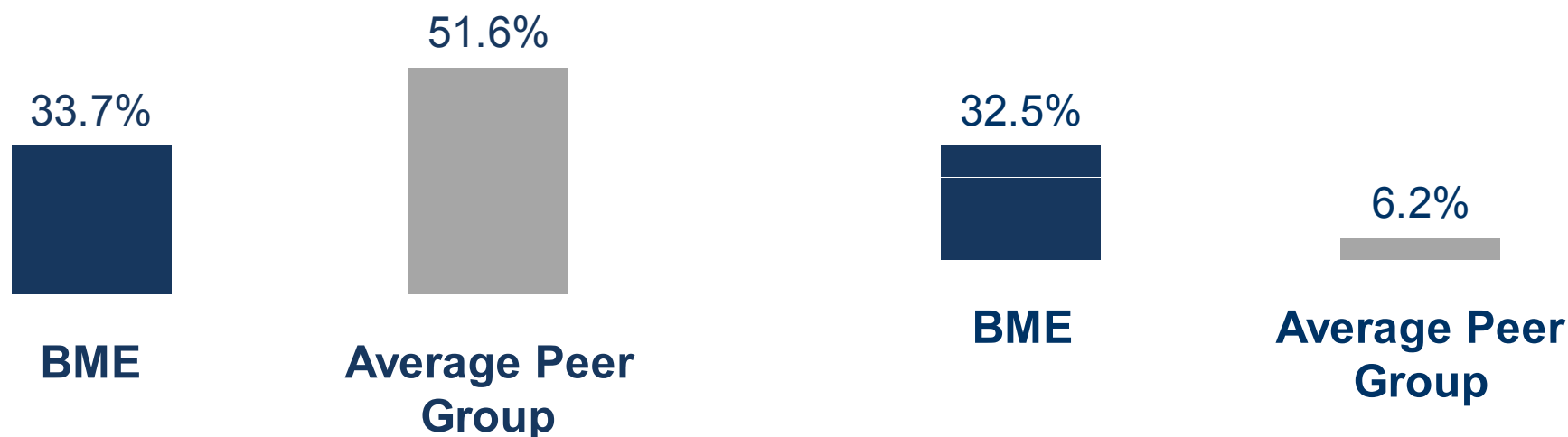
Technological Cooperation

- INFOBOLSA:
- *Mexico*
- SIBE:
- *Rep. Dominicana*
 - *El Salvador*
 - *Venezuela*
 - *Ecuador*
 - *Uruguay*
- VISUAL TRADER
- *Chile*
- DERIVATIVES
- *Mexico (MexDer)*

Key ratios benchmarking

- Efficiency

- ROE

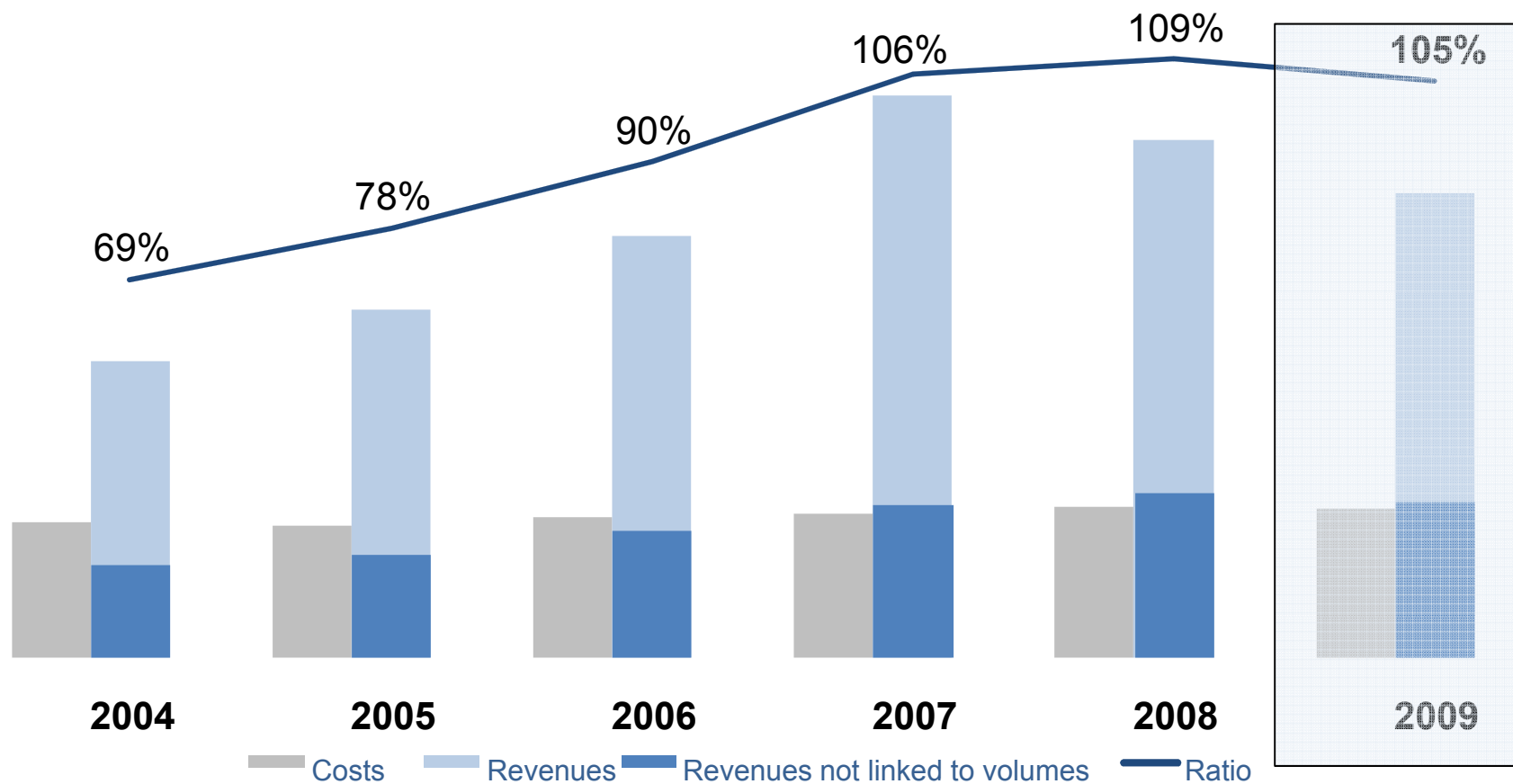


- BME's data as of 31/12/2009

- Average peer Group figures are calculated using last 2009 results published and not taking account of goodwill impairment charges

Solid operating leverage

Ratio of revenues not linked to market volumes to costs



Growth Strategy

Growth+Diversification+RNLV

Trade
Repository

CCP

Link-Up
Markets

BME Market
Data

Growth+Diversification

BME Innova:
widen the
range of
services

Latam
Projects

Growth

New Products: Warrants
Turbo Pro, NAFTRAC
certificates, ETF's in SICAV
vehicule

New Indexes: Ibex 35 Family

MAB: Pipeline in the
Growth Company
Segment

Q&A