

STRYKER CORP

Form 4

February 14, 2008

**FORM 4**
**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

Check this box  
if no longer  
subject to  
Section 16.  
Form 4 or  
Form 5  
obligations  
may continue.  
See Instruction  
1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF  
SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,  
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section  
30(h) of the Investment Company Act of 1940

## OMB APPROVAL

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(Print or Type Responses)

1. Name and Address of Reporting Person \*  
JOHNSON STEPHEN SI

(Last) (First) (Middle)

2825 AIRVIEW BLVD.

(Street)

KALAMAZOO, MI 49002

(City) (State) (Zip)

2. Issuer Name **and** Ticker or Trading  
Symbol  
STRYKER CORP [SYK]

3. Date of Earliest Transaction  
(Month/Day/Year)  
02/12/2008

4. If Amendment, Date Original  
Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to  
Issuer

(Check all applicable)

\_\_\_\_ Director \_\_\_\_ 10% Owner  
\_\_X\_\_ Officer (give title below) \_\_\_\_ Other (specify  
below) below)

President

6. Individual or Joint/Group Filing(Check  
Applicable Line)  
\_\_X\_\_ Form filed by One Reporting Person  
\_\_\_\_ Form filed by More than One Reporting  
Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(D)	Price

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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displays a currently valid OMB control  
number.**

SEC 1474  
(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
**(e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security	2. Conversion or Exercise	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any	4. Transaction Code	5. Number of Derivative Securities	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)

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(Instr. 3)	Price of Derivative Security	(Month/Day/Year)	(Instr. 8)	Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)							
			Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	
Common Stock	\$ 67.8	02/12/2008	A		73,150		<u>(1)</u>	02/11/2018	Common Stock	73,150	

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
JOHNSON STEPHEN SI 2825 AIRVIEW BLVD. KALAMAZOO, MI 49002			President	

## Signatures

Stephen Si  
Johnson 02/14/2008  
\_\_\_\_Signature of Date  
Reporting Person

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Stock option granted pursuant to the Stryker Corporation 2006 Long Term Incentive Plan, exercisable as to 20% on each of the first five anniversaries of the date of grant.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.  
Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number. T-ALIGN: right; LINE-HEIGHT: 1.1279; WIDTH: 298px; HEIGHT: 14px; TOP: 652px; LEFT: 672px" nowrap>Second Quarter Results 2011  
Slide 19  
Solid underwriting revenues and advisory fees

FX-neutral  
 business  
 trends 2Q11  
 § Pre-tax income increased both QoQ and YoY (reported and FX-neutral)  
 § Solid semi-annual performance fees and carried interest on investment realizations  
 § Successful fundraising activities continue to drive placement fee growth  
 § Continued strong investment-related gains  
 Fee-based revenues  
 Other revenues  
 Total op. expenses  
 Pre-tax income  
 2Q11 1Q11  
 in CHF m  
 FX-neutral FX-neutral  
 2Q11 2Q10 abs. in % FX impact performance change  
 in CHF m  
 Fee-based revenues  
 Other revenues  
 Total op. expenses  
 Pre-tax income  
 Change  
 from  
 Second Quarter Results 2011  
 Slide 20  
 469 429 40 9% (66) 106 25%  
 160 73 87 119% (36) 123 168%  
 427 480 (53) (11)% (75) 22 5%  
 202 22 180 - (27) 207 -  
 469 443 26 6% (20) 46 10%  
 160 148 12 8% (11) 23 16%  
 427 419 8 2% (23) 31 7%  
 202 172 30 17% (8) 38 22%  
 Asset Management results

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1.3

4.5

3.6

4.0

4.5

Net new assets in CHF bn

Annualized net new assets growth in %

1.2 3.4 4.3 4.2 3.7

2Q10

3Q10

4Q10

1Q11

2Q11

MACS = multi-asset class solutions

§ 8th consecutive quarter of net inflows with

6M11 net new assets growth of 4.0%

§ 2Q11 inflows led by asset allocation

(MACS), real estate and commodities

§ Outflows from low margin liquidity products

and realizations in private equity funds

Second Quarter Results 2011

Slide 21

Solid net new asset inflows in Asset Management

Second quarter results 2011

Introduction

Summary

Capital, liquidity and risk  
position

Second Quarter Results 2011

Slide 22

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Strong capital  
position

§ Basel 2 tier 1 ratio of 18.2% and core tier 1 ratio of 13.1%

§ Reduced Basel 3 risk-weighted assets 1.1.2013 projection to around CHF 300 bn,  
primarily due to foreign exchange impact

§ Tangible progress on mitigating Basel 3 impact

– RWA mitigation of CHF 15 bn achieved since 3Q10

– Reduced deferred tax asset by CHF 1.6 bn in 6M11 and CHF 0.8 bn in 2Q11

§ Basel 3 CET1 ratio of 12.7%; and 1.1.2019 definition, i.e. no allowance for phase-in,  
CET1 ratio of 8.8% (ratios as of end 2012)

Strong  
liquidity  
position

§ Maintained liquid balance sheet and strong funding position

§ Net stable funding ratio (NSFR) estimated around 95%1) and Basel 3 equivalent  
liquidity coverage ratio (LCR) well in excess of requirement

§ Completed close to 70% of 2011 USD 13 bn long-term debt funding plan;  
leaves flexibility in funding approach for 2H11

Clean  
balance sheet

§ CHF 0.4 bn net exposure to Italian sovereign; immaterial net exposure to  
sovereigns in Greece, Ireland, Portugal and Spain

§ High quality of Swiss mortgage book and international loan portfolio

1) With future funding plans projected to raise the ratio to over 100% by 2013

Second Quarter Results 2011

Slide 23

Strong capital, liquidity and risk position

Basel 2 risk-weighted assets in CHF bn and tier 1 capital ratios in %

10.0

13.3

257

324

16.3

222

2010

1Q11

Strong capital base

§ Basel 2 tier 1 ratio of 18.2%

§ Core tier 1 ratio of 13.1%

§ Basel 2.5 core tier 1 ratio of 10.2%

§ Regulatory capital reflects pro-rata  
accrual towards a CHF 1.30 dividend per  
share

2008

2009

2007

(37)%

(4)%

18.2

219

212

Tier 1 ratio

Core tier 1 ratio

8.7

8.6

10.8

17.2

13.0

12.2

18.2

13.1

2Q11

204

Second Quarter Results 2011

Slide 24

Maintained strong capital position

Basel 2  
(2Q11)  
Basel  
2.5 & 3  
impact  
Basel 3  
(end 2012  
after mitigation)  
CHF bn  
204  
+151  
290 to  
310  
355  
(45) to  
(65)  
Mitigation  
impact  
Basel 3  
(before  
mitigation)

Updated RWAs guidance as of 2Q11

Business growth to be accommodated by reallocation of capital across existing business lines<sup>4</sup>)

- 1) Primarily reflects revised stressed VaR guidance 2) CHF 7 bn mitigation achieved in Exit businesses, CHF 4 bn mitigated Basel 2.5 impact (IRC) and CHF 4 bn lower Basel 2 positions
- 3) Includes increased mitigation assumptions of CHF 7 bn primarily from securitization position sales/roll-off 4) Our current strategic business plan does not assume net risk-weighted assets growth

402  
(40)  
+8  
290 to  
310

Basel 3 risk-weighted assets guidance roll-forward

CHF bn  
Previous  
RWA  
guidance  
in 3Q10  
Movement  
in FX  
rates  
Updated  
RWA  
guidance  
(by end 2012)  
Mitigation  
impact<sup>3</sup>)  
Revised  
Basel 3  
impact<sup>1</sup>)



(15)

Mitigation  
achieved2)

(45) to

(65)

Second Quarter Results 2011

Slide 25

Revised Basel 3 risk-weighted assets projections for end 2012

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4.5  
5.5  
2010  
1Q11  
CHF bn  
2.9  
3.5  
9.0  
7.4

Net DTA on net operating losses

Net DTA on timing differences

§ Significant DTA utilization, down CHF 1.6 bn, or  
18%, year-to-date, of which CHF 0.8 bn due  
to FX movements

§ DTA on net operating losses down CHF 1.0 bn year-  
to date, and expected to be minimal by end 2013

2Q11

5.0

3.2

8.2

(18)%

Second Quarter Results 2011

Slide 26

Significant progress in reducing net deferred tax assets (DTA)

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Illustrative CET1 capital projection in CHF bn

38.2

31.2

(0.7)

Shareholders'

equity

2Q11

Regulatory

deductions1)

CET1 capital4)

by end 2012

Note: Numbers may not add due to rounding 1) Fair value changes from movements in spreads on own debt and structured notes, net of tax

2) 2011 and 2012 Bloomberg consensus net income estimates, adjusted for 6M11 net income, less dividend estimates.

Not endorsed or verified and is used solely for illustrative purposes

3) Represents the estimated share-based compensation expense that is assumed to be settled with shares issued from conditional capital, resulting in an equivalent increase in shareholders' equity

4) Applying January 1, 2013 Basel 3 capital rules 5) Based on mid-point risk-weighted asset range of CHF 300 bn

Proforma

CET1 ratio

12.7%5)

43.0

Capital

generation 2013

Proforma

CET1 ratio

14.3%5)

CET1 capital4)

by end 2013

+4.7

Retained

earnings

20132)

+2.0

Share-based

compensation impact3)

+5.7

Retained earnings

2H11 and 20122)

Capital generation

2H11 and 2012

Second Quarter Results 2011

Slide 27

Common Equity Tier 1 ratio simulation (Basel 3)

26.3

38.2

(8.5)

Goodwill

CET1 capital1)

by end 2012

1) Applying 1.1.2013 Basel 3 capital rules 2) Applying 1.1.2019 Basel 3 capital rules 3) Bloomberg consensus net income estimates, less dividend estimates. Not endorsed or verified and is used solely for illustrative purposes 4) Based on mid-point risk-weighted asset range of CHF 300 bn

"Look through"

CET1 ratio

8.8%4)

33.0

"Look through"

CET1 ratio

11.0%4)

§ Assumes full transition to

2019 capital structure

already as of 1.1.2013

§ Does not represent

regulatory transition

requirements under BIS

or as per FINMA

§ Not relevant for trigger

mechanism of recent

BCN transactions

(3.4)

Regulatory

deductions

"Look through"

CET1 capital2)

by end 2012

"Look through"

CET1 capital2)

by end 2013

+4.7

Retained

earnings

20133)

+2.0

Capital

generation

2013

Lower

regulatory

deductions

(primarily DTA)

Bring forward

1.1.2019

treatment

Illustrative CET1 "look through" capital projection in CHF bn  
Second Quarter Results 2011

Slide 28

"Look through" Common Equity Tier 1 ratio simulation (Basel 3)

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Italy
Spain
Portugal
Greece
Ireland
Total Net
Gross
Gross
Net
Exposure in EUR bn
Sovereigns
Financial
institutions
Corporates /
Other
Other exposures to
Second Quarter Results 2011
Slide 29
2.3 0.4 0.4 0.8
0.0 0.0 0.6 0.9
0.2 0.0 0.1 0.1
0.1 0.0 0.0 0.1
0.0 0.0 0.4 0.3
2.6 0.4 1.5 2.2
4.0 5.7

Selected European risk exposures at end 2Q11

Second quarter results 2011  
Introduction  
Summary  
Second Quarter Results 2011  
Slide 30

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Solid  
business  
model  
and strategy  
2Q11  
performance  
demonstrates  
market  
headwinds  
Adapting  
to the  
current  
environment  
Substantial  
upside remains  
Second Quarter Results 2011  
Slide 31  
Summary

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Slide  
33  
34  
35  
36  
37 to 38  
39  
40  
41  
42  
43  
44  
45 to 46  
47

Second Quarter Results 2011

Slide 32

Appendix

Reconciliation from reported to underlying results

Revenue and expenses currency mix

Underlying results in the Corporate Center

Collaboration revenues

Investment Banking RoE and capital simulation

Regulatory capital (Basel 2) roll-forward

Liquidity and funding position

Basel 2.5 impact by division

Background on Basel 3 RWA mitigation benefit

Client market share momentum in Investment Banking

Revenue contribution from major business lines in Investment Banking

Loan portfolio characteristics

Commercial mortgage exposures detail

6,326 (41) - 6,285  
 13 - - (13)  
 5,227 - 142 5,085  
 1,086 (41) 142 1,187  
 271 (14) 48 305

- - - -  
 (47) - - (47)  
 768 (27) 94 835  
 9.7% 10.3%

2Q11  
 reported  
 2Q11  
 underlying  
 Impact from  
 movements in  
 spreads on  
 own debt1)  
 Business  
 realignment  
 costs  
 (Corporate Center)  
 CHF m

1) Including fair valuation gains/losses on stand-alone derivatives related to certain of our funding liabilities

Second Quarter Results 2011

Slide 33

Net revenues

Prov. for credit losses / (release)

Total operating expenses

Pre-tax income

Income tax expense

Discontinued operations

Noncontrolling interests

Net income

Return on equity

Reconciliation from reported to underlying results 2Q11

Net revenues  
Total expenses<sup>1)</sup>  
Credit Suisse  
Core Results  
CHF m 6M11 CHF USD EUR GBP Other  
Sensitivity analysis (based in 6M11 results)  
§ A 10% movement in the USD/CHF exchange rate affects full-year PTI by CHF 375 m  
§ A 10% movement in the EUR/CHF exchange rate affects full-year PTI by CHF 85 m  
Contribution in %  
1) Total operating expenses and provisions for credit losses  
Second Quarter Results 2011  
Slide 34  
14,139 19 57 11 8 5  
11,428 31 38 6 12 13  
Currency mix

---

Reported pre-tax income / (loss)  
 Losses/(gains) from the movement of spreads on own debt1)  
 Impairment in a equity method investment  
 Litigation provisions  
 UK bonus levy  
 Business realignment costs  
 Adjusted pre-tax income / (loss)  
 CHF m  
 2010  
 1) Including fair valuation gains/losses on stand-alone derivatives  
 The underlying Corporate Center pre-tax loss reflects:  
     – consolidation and elimination adjustments  
     – expenses for centrally sponsored projects  
 – certain expenses and revenues that have not been allocated to the segments  
     1Q11  
     2Q11  
     6M11  
 Second Quarter Results 2011  
 Slide 35  
     (660) (745) (190) (935)  
     (592) 562 (93) 469  
     - 47 - 47  
     216 - - -  
     404 - - -  
     - - 142 142  
     (632) (136) (141) (277)  
 Results in the Corporate Center

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Collaboration revenues in CHF bn and collaboration revenues as % of Core Results net revenues

11%

14%

4Q10

1Q11

2Q10

3Q10

1Q10

Collaboration revenues

target range of 18% to

20% of net revenues

1.0

1.2

1.0

1.1

1.2

1.1

2Q11

14%

16%

17%

18%

§ Resilient contribution from collaboration  
revenues

§ Collaboration revenues in percentage of total net  
revenues increased 4 p.p. both QoQ and YoY

§ CHF 4.5 bn of assets referred to Private Banking

– Net new assets of CHF 3.1 bn

– Custody assets of CHF 1.4 bn

§ CHF 0.5 bn in new mandates for  
Asset Management

Second Quarter Results 2011

Slide 36

Collaboration revenues

Annual rate of return on equity above 15% reflecting  
increased capital requirements under Basel 3

14%

2009

2010

2013 to 2015

target

Greater  
than 15%

21%

6M11

15%

16%

16%

§ 2010 returns were ahead of cost of equity under Basel 2

§ 2010 return under Basel 3 capital requirement is lower,  
but does not reflect any mitigating actions (re-pricing,  
portfolio realignments and run-off of CHF 0.5 bn losses  
in "Exit" businesses)

§ 6M11 returns still ahead of cost of equity under Basel 3  
2010

Based on end 2010, Basel 2

implied minimum equity

Credit Suisse Group

After-tax return on equity

Investment Banking

Pro-forma after-tax return on equity

6M11

Based on Jan 1, 2013, Basel 3

implied minimum equity

13%

11%

2010

6M11

Implied minimum equity calculation: Basel 2 assumes 12.5% target core tier 1 ratio with hybrid capital representing  
buffer capital; Basel 3 assumed 10% CET1 ratio per Swiss capital regime proposals

Proforma returns based on 2010 and 1Q11 effective Group tax rate

18%

pro-forma

based on Basel 2

implied minimum

equity

Underlying

Second Quarter Results 2011

Slide 37

118  
End 6M11  
(Basel 2)  
Proforma end 2012  
(Basel 3, post mitigation)  
210  
+78%  
15  
at 12.5%  
core tier1 ratio  
at 10%  
CET1 ratio  
21  
+40%

Implied minimum shareholders' equity calculation: for Basel 2, assumed 12.5% target core tier 1 ratio with hybrid capital representing buffer capital; for Basel 3, assumed 10% CET1 ratio per Swiss capital regime proposals

in CHF bn

Investment Banking  
gross risk-weighted  
assets

Implied minimum  
shareholders' equity  
in CHF bn

Second Quarter Results 2011

Slide 38

Investment Banking capital simulation

End 1Q11 (Basel 2)  
 Net income  
 Fair value movements  
 Foreign exchange impact  
 Increased dividend accrual  
 Other1)  
 Change in RWA  
 End 2Q11 (Basel 2)  
 Basel 2.5 impact  
 End 2Q11 (Basel 2.5)  
 Tier 1  
 RWA  
 in CHF bn  
 Capital  
 in CHF bn  
 Ratio  
 in %  
 End 1Q11  
 Net income  
 Dividends paid  
 Share-based compensation  
 & other share activity  
 Foreign exchange impact  
 Other  
 End 2Q11  
 Shareholders' equity  
 Common  
 in CHF bn  
 Per share  
 in CHF

Note: numbers may not add to total due to rounding

1) Reflects the issuance and redemption of tier 1 capital, the effect of share-based compensation and the change in regulatory deductions

Second Quarter Results 2011

Slide 39

38.5 18.2% 212.2  
 0.8  
 (0.0)  
 (2.0)  
 (0.4)  
 0.2  
 (8.5)

37.1 18.2% 203.7  
 (2.5) 34.9  
 34.6 14.5% 238.6  
 34.1 28.36  
 0.8 0.64  
 (1.7) (1.46)



0.3 0.10  
(2.0) (1.63)  
(0.3) 0.02  
31.2 26.03

Tier 1 capital and shareholders' equity roll-forward

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Assets

Equity & liabilities

Asset and liabilities by category (end 2Q11 in CHF bn)

1) Primarily brokerage receivables/payables, positive/negative replacement values and cash collateral

2) Includes due from/to banks

3) Primarily includes excess of funding neutral liabilities (brokerage payables) over corresponding assets

4) Primarily includes unencumbered trading assets, investment securities and excess reverse repo agreements, after haircuts

Note: Basel 3 liquidity rules and calculation of NSFR and LCR ratios are not finalized; statements and ratios shown here are

based on interpretation of current proposals

Reverse 163

repo

Encumbered 85

trading assets

977

977

Funding- 124

neutral assets 1)

Cash 2) 70

Unencumbered 167

liquid assets 4)

Customer 215

loans

Other 153

illiquid assets

Repo 174

Short positions 74

Funding- 124

neutral liabilities 1)

Short-term debt 2) 87

Other short-term liab 3) 51

Customer 263

deposits

Long-term debt 164

Total equity 40

122%

coverage

Match

funded

§ Well prepared for Basel 3 liquidity and funding requirements

– Basel 3 "Net Stable Funding Ratio (NSFR)" (1-year)

estimated at around 95%, with future funding plans

projected to raise the ratio to over 100% by 2013

– Short-term (30 days) liquidity under Swiss regulation well in

excess of requirement; approach similar to the Basel 3

"Liquidity coverage ratio (LCR)"

§ Regulatory leverage ratio stable at 4.7%

§ Funding spreads remain amongst the tightest of the peer group

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§ Close to 70% of 2011 USD 13 bn long-term debt funding plan  
completed; leaves flexibility in funding approach for 2H11

372

605

Second Quarter Results 2011

Slide 40

Strong funding and liquidity position

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Risk-weighted assets in CHF m  
Under Basel 2

Incremental Basel 2.5 impact  
Total under Basel 2.5

Capital deductions in CHF m  
Under Basel 2

Incremental Basel 2.5 impact  
Total under Basel 2.5

Private

Banking

Asset

Management

Investment

Banking

Corporate

Center

Total

Second Quarter Results 2011

Slide 41

66,196 114,162 12,120 11,263 203,741

146 34,742 - - 34,888

66,342 148,904 12,120 11,263 238,629

325 321 420 18 1,084

- 2,485 - - 2,485

326 2,806 420 18 3,569

Basel 2.5 impact by division

Exit  
businesses  
§ RWA-equivalent reduction of CHF 6 to 10 bn  
Businesses  
primarily affected  
Mitigating and reduction impact (approximated amounts)  
Securitized  
products  
§ Anticipate roughly CHF 2 bn nominal reduction in low rated positions,  
reflecting change in asset mix and risk reductions by 2012  
§ RWA-equivalent reduction of CHF 22 to 28 bn  
Emerging  
markets  
§ CHF 3 bn RWA-equivalent reduction achieved through refocusing the  
business towards a more flow-based model  
Derivatives  
§ CHF 7 to 12 bn RWA-equivalent reduction related to uncollateralized  
exposures that will either mature by 2012, or that can be collateralized /  
hedged  
§ CHF 7 to 12 bn RWA-equivalent reduction resulting from a shift of OTC  
derivatives to central counterparties clearing  
Second Quarter Results 2011  
Slide 42  
Background on Basel 3 RWA mitigation benefit

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Securities

3. Represents US cash high yield secondary trading.
4. Represents leveraged loans secondary trading
5. Emerging markets fee data includes India, China, Indonesia, Brazil, Mexico, Russia, Middle East and Africa

Underwriting and advisory

Fixed

Income

2008

Current

2009

2010

Equities

Trend

(Rank/market share)

(Rank/market share)

Source: Dealogic, Tradeweb, Euromoney magazine and Greenwich Associates

1. Market share based on Credit Suisse estimates; rank based on Greenwich Associates

2. Based on Credit Suisse estimates

Investment

grade global

High yield

global

ECM global

Emer-

ging

Mar-

kets

M&A

Global

announced

Global

completed

Total fees 5)

2009

#8/5%

#4/9%

#7/6%

#6/14%

#8/13%

#1/12%

2008

#12/4%

#3/7%

#7/5%

#8/13%

#8/16%

#1/8%

2010

#8/4%

#3/8%  
 #6/6%  
 #3/16%  
 #4/15%  
 #1/8%  
 Trend  
 2Q11  
 #12/2%  
 #6/8%  
 #5/8%  
 #2/20%  
 #4/21%  
 #1/9%  
 IPO global  
 #5/6%  
 #8/5%  
 #5/7%  
 #2/9%  
 US cash  
 equities 1)  
 #2/12%  
 #5/12%  
 #1/13%  
 #1/14%  
 US electronic  
 trading 1)  
 #1/8%  
 #1/8%  
 #1/11%  
 #1/12%  
 Prime  
 services 2)  
 Top 3/  
 >10%  
 Top 3/  
 >10%  
 #3/13%  
 #3/13%  
 RMBS  
 pass-throughs  
 #1/19%  
 #1/18%  
 #1/17%  
 #1/18%  
 US rates  
 #8/7%  
 #8/6%  
 #7/8%  
 #7/8%  
 High yield  
 secondary 3)

#2/15%

#3/13%

#3/12%

#3/12%

Leveraged

loans 4)

#2/19%

#2/16%

#3/13%

#3/13%

Foreign  
exchange

#8/4%

#9/3%

#8/5%

#8/5%

Structured

Products

#3/14%

#2/14%

#3/13%

#1/14%

Second Quarter Results 2011

Slide 43

M&A

M&A

Continued client market share momentum



Revenue contribution in  
1H 2011  
Market environment  
Credit  
Suisse  
market  
share  
Strong  
Worse than historic levels  
Better than historic levels  
Upside  
potential  
Revenue contribution in  
1H 2010  
Revenue contribution from major business lines  
Second Quarter Results 2011  
Slide 44  
Leveraged finance  
Rates  
Securitized products  
Equity derivatives  
Prime Services  
M&A  
FX  
Investment grade  
Emerging markets  
Cash equities  
Equity capital  
markets  
Commodities  
Mixed performance driven by weaker client activity and a less favorable  
market environment, partly offset by continued market share gains

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Developed market lending

§ Corporate loan portfolio 76% is investment grade, and is mostly (92%) accounted for on a fair value basis

§ Fair value is a forward looking view which balances accounting risks, matching treatment of loans and hedges

§ Loans are carried at an average mark of approx. 99% with average mark of 97% in non-investment grade portfolio

§ Continuing good performance of individual credits: limited specific provisions during the quarter

Unfunded  
commitments

Loans

Hedges

CHF bn

Emerging market lending

§ Well-diversified by name and evenly spread between EMEA, Americas and Asia and approx. 25% accounted for on a fair value basis

§ Emerging market loans are carried at an average mark of approx. 95%

§ No significant provisions during the quarter

Average mark data is net of fair value discounts and credit provisions

43

8

(21)

Loans

Hedges

CHF bn

12

(7)

Second Quarter Results 2011

Slide 45

Investment Banking loan book

Wealth Management Clients: CHF 134 bn

§ Portfolio remains geared towards mortgages (CHF 90 bn) and securities-backed lending (CHF 37 bn)

§ Lending is based on well-proven, conservative standards

§ Residential real-estate: Prices continue to rise in most regions while rents are moving sluggishly; Prices have reached considerable levels in lake Geneva region, partially in the Zurich-Zug area and major tourist spots; Some risk of major price falls only conceivable in those regions

Corporate & Institutional Clients: CHF 53 bn

§ Over 64% collateralized by mortgages and securities

§ Counterparties mainly Swiss corporates incl. real-estate industry

§ Sound credit quality with relatively low concentrations;

§ Portfolio quality improved in line with continued recovery of Swiss economy

§ Ship finance portfolio (CHF 6 bn) remains under special focus due to increased risk level caused by overcapacity in the market

§ Commercial real-estate: Prices moving sideways for office and retail spaces; outlook raised from negative to stable for both office and retail space due to quick recovery of the economy from cycle downturn; higher price potential for central and prime locations

5% BB+ to BB

2% BB- and below

Portfolio ratings

composition, by CRM

transaction rating

Private Banking Loan Book

Total: CHF 187 bn

67%

26%

BBB

AAA to A

Loan book of CHF 187 bn focused on Switzerland; more than 85% collateralized; primarily on accrual accounting basis

Second Quarter Results 2011

Slide 46

Private Banking loan book

7  
1) This price represents the average mark on loans and bonds combined  
36  
26  
(96)%  
19  
15  
13  
9  
3Q07  
4Q  
1Q08  
2Q  
3Q  
4Q  
1Q09  
Commercial mortgages (CHF bn)  
Exposure by region  
§ Average price of remaining positions  
is stable at 56%1)  
§ Positions are fair valued;  
no reclassifications to accrual book  
Asia 2%  
US 10%  
Continental  
Europe (ex. Germany)  
88%  
Office 90%  
Retail 2%  
Hotel  
21%  
Exposure by loan type  
2Q  
7  
3.6  
3Q  
3.1  
4Q  
2.7  
1Q10  
2.6  
2Q  
2.4  
3Q  
4Q  
Hotel 8%  
1.5  
1.5  
1Q11  
1.3

2Q

Second Quarter Results 2011

Slide 47

Legacy commercial mortgage exposure reduction in Investment  
Banking

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

CREDIT SUISSE GROUP AG and CREDIT  
SUISSE AG  
(Registrant)

By: /s/ Romeo Cerutti  
(Signature)\*  
General Counsel  
Credit Suisse Group AG and Credit Suisse AG

Date: July 28, 2011

/s/ Gavin Sullivan and Andrés Luther  
Co-Heads Corporate Communications  
Credit Suisse Group AG and Credit Suisse AG

\*Print the name and title under the  
signature of the signing officer.

