

## Media Release

4 December 2019

**SIX Exchange Regulation AG**  
Hardturmstrasse 201  
P.O. Box  
CH-8021 Zurich  
[www.six-exchange-regulation.com](http://www.six-exchange-regulation.com)

Media Relations:  
T +41 58 399 2227  
[pressoffice@six-group.com](mailto:pressoffice@six-group.com)

### Sanction Proposal against GAM Holding AG

**SIX Exchange Regulation AG has submitted a request for a sanction with the Sanctions Commission of SIX Group against GAM Holding AG concerning an alleged violation of the applicable accounting standards (IFRS) in the 2017 annual financial statements.**

After completion of its investigation, SIX Exchange Regulation AG holds that the 2017 IFRS annual financial statements of GAM Holding AG contain a potentially material misstatement. The identified alleged deficiencies refer to the treatment of a financial liability in relation to specific negotiated contractual terms in connection with the acquisition of Cantab Capital Partners LLP on 3 October 2016. In SIX Exchange Regulation AG's view, GAM Holding AG has presumably failed to estimate this obligation and to recognise a financial liability as of the acquisition date and at subsequent balance sheet dates. As a consequence of these alleged deficiencies, it is SIX Exchange Regulation AG's view that financial liabilities are understated in the balance sheet of the 2017 annual financial statement of GAM Holding AG and that a potentially significant revaluation effect has not been recognised in the income statement.

The violations alleged by SIX Exchange Regulation AG are disputed by GAM Holding AG.

The duration of the sanction proceedings is not defined. SIX Exchange Regulation AG will inform the public about the outcome of the sanction proceedings. No information will be provided while the sanction proceeding is ongoing.

Should you have any questions, please contact Jürg Schneider, Head Media Relations SIX.

Phone: +41 58 399 2129

E-mail: [pressoffice@six-group.com](mailto:pressoffice@six-group.com)

**SIX Exchange Regulation AG** is one of the Regulatory Bodies of the SIX trading venues. It performs the functions assigned under Swiss federal law and enforces the rules laid down by the Regulatory Board, and monitors compliance with legal and regulatory requirements. As part of its diverse remit, SIX Exchange Regulation AG submits proposals for sanctions to the Sanctions Commission or can enact sanction notices. SIX Exchange Regulation AG is directly subordinated to the Chairman of the Board of Directors of SIX Group Ltd, guaranteeing the independence of SIX Exchange Regulation AG from the operating business of SIX Swiss Exchange Ltd

and SIX Repo Ltd. SIX Exchange Regulation AG consists of the divisions Listing & Enforcement, responsible for regulating issuers, and Surveillance & Enforcement, which monitors trading. [www.six-exchange-regulation.com](http://www.six-exchange-regulation.com)

#### **Sanctions Commission**

The Sanctions Commission can impose sanctions in the case of violations of the Rule Books, the Listing Rules and the Additional Rules of SIX Exchange Regulation AG. It is composed of between five and eleven members. The Chairman of the Sanctions Commission and half of its members are elected by the Regulatory Board, with the remaining members appointed by the Board of Directors of SIX.

**SIX** operates and develops infrastructure services in the Securities & Exchanges, Banking Services and Financial Information business units with the aim of raising efficiency, quality and innovative capacity across the entire value chain of the Swiss financial center. The company is owned by its users (127 banks). With a workforce of some 2,600 employees and a presence in 20 countries, it generated operating income in excess of CHF 1.9 billion and Group net profit of CHF 221.3 million in 2018. [www.six-group.com](http://www.six-group.com)