

Final Terms dated 1 June 2010
Credit Suisse AG
acting through its London Branch

Return Securities due 2013
linked to the EURO STOXX 50 Index
Series SPLB2010-1065
(the "**Securities**")

issued pursuant to the Yield Securities and Return Securities Base Prospectus (BPCS-3) as part of the
Structured Products Programme

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Base Prospectus (BPCS-3) dated 5 October 2009 as supplemented on 1 April 2010, 19 May 2010 and 19 May 2010 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Securities described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus as so supplemented. Full information on the Issuer and the offer of the Securities is only available on the basis of the combination of these Final Terms and the Base Prospectus as so supplemented. Copies of the Base Prospectus and each supplemental Prospectus may be obtained from the registered office of the Issuer and the offices of the Distributors and Agents specified herein.

These Final Terms comprise the final terms for the issue and public offer in Germany, France, Italy, Spain, The Netherlands and the United Kingdom and admission to trading on the electronic "Securitized Derivatives Market" ("**SeDeX**") organised and managed by Borsa Italiana S.p.A. and the Frankfurt Securities Exchange (Freiverkehr) of the Securities.

The terms and conditions applicable to the Securities are (1) the General Terms and Conditions of Certificates-English law and the Asset Terms for Equity Index-linked Securities set out in the Base Prospectus dated 1 July 2009 relating to the Issuer's Structured Products Programme and (2) the Terms and Conditions set out in the Base Prospectus dated 5 October 2009 (BPCS-3) relating to Yield Securities and Return Securities (which incorporates by reference the provisions referred to in (1) above), as completed by these Final Terms. References to such Base Prospectuses are to them as supplemented at the date of these Final Terms.

1	Branch:	London Branch
2	Series Number:	SPLB2010-1065
3	Tranche Number:	Not Applicable
4	Applicable General Terms and Conditions:	Certificates - English law
5	Type of Security:	Return Securities
6	Specified Currency or Currencies:	euro (" EUR ")
7	Aggregate Nominal Amount/Number of Securities:	Up to 100,000 Securities
	(i) Series:	1
	(ii) Tranche:	Not Applicable

8	Issue Price:	EUR 1,000 per Security
9	Specified Denomination/Nominal Amount:	EUR 1,000
10	Issue Date:	5 July 2010
11	Maturity Date: <i>(the date on which the Securities will be automatically exercised)</i>	The later of 5 July 2013 and the third Currency Business Day after the Final Fixing Date.
12	Interest Basis:	Not Applicable
13	Premium Basis:	Not Applicable
14	Payout Basis:	Not Applicable
15	Redemption/Payment Basis:	Equity Index-linked

PROVISIONS RELATING TO INTEREST, PREMIUM AND PAYOUT

16	Fixed Rate Provisions	Not Applicable
17	Floating Rate Provisions	Not Applicable
18	Premium Provisions	Not Applicable
19	Payout Provisions	Not Applicable
20	Lock-in Provisions	Not Applicable

PROVISIONS RELATING TO REDEMPTION

21	Redemption Amount Percentage:	118 per cent.
22	Redemption Amount Cap:	Not Applicable
23	Redemption Amount Floor:	Not Applicable
24	Initial Averaging Dates:	Not Applicable
25	Initial Setting Date:	28 June 2010
26	Final Averaging Dates:	Not Applicable
27	Final Fixing Date:	28 June 2013
28	Valuation Time:	As determined in accordance with the Conditions.
29	Final Price:	The Level (with regard to the Valuation Time) of the Underlying Asset on the Final Fixing Date.
30	Strike Price:	The Level (with regard to the Valuation Time) of the Underlying Asset on the Initial Setting Date.
31	Knock-in Provisions	
	Knock-in Redemption Amount Cap:	Not Applicable
	Knock-in Redemption Amount Floor:	0 per cent.
	Knock-in Barrier:	55 per cent. of the Strike Price
	Knock-in Barrier (2):	Not Applicable
	Knock-in Observation Date:	Any day in the Knock-in Observation Period.

	Knock-in Observation Period:	From, but excluding, the Initial Setting Date to, and including, the Final Fixing Date.
	Knock-in Event:	The Level (without regard to the Valuation Time) of the Underlying Asset at any time in respect of any Knock-in Observation Date is at or below the Knock-in Barrier.
	Knock-in Final Price:	Not Applicable
32	Trigger Redemption	Not Applicable
33	Physical Settlement Provisions:	Not Applicable
34	Call Option:	Not Applicable
35	Settlement Currency: <i>(The currency in which payment will be made)</i>	The Specified Currency

UNDERLYING ASSETS

36	List of Underlying Assets	
	i Underlying Asset _i	Weighting _i
	1 EURO STOXX 50 Index	Not Applicable
37	Equity Index-linked Securities	Applicable
	Index:	EURO STOXX 50 Index
	Bloomberg code:	SX5E <Index>
	Information Source:	www.stoxx.com
	Required Exchanges:	Not Applicable
	Jurisdictional Events:	Not Applicable
	Jurisdictional Event Jurisdiction(s):	Not Applicable
	Additional Disruption Events:	
	Change in Law:	Applicable
	Hedging Disruption:	Not Applicable
	Increased Cost of Hedging:	Not Applicable
38	Inflation Index-linked Securities	Not Applicable
39	Equity-linked Securities	Not Applicable
40	Commodity-linked Securities	Not Applicable
41	FX-linked Securities	Not Applicable
42	Adjustment Convention: (for the purposes of Asset Term 2)	As per Asset Term 2

GENERAL PROVISIONS

43	Form of Securities:	Not Applicable
44	Financial Centre(s):	London
45	Transferable Number of Securities:	1 Security
46	Listing and Admission to Trading:	

(i)	Stock Exchange(s) to which application will initially be made to list the Securities: <i>(Application may subsequently be made to other stock exchange(s))</i>	The Issuer will apply for listing the Securities on the official list of Borsa Italiana S.p.A. and admission to trading on the electronic "Securitized Derivatives Market" (SeDeX) organised and managed by Borsa Italiana S.p.A.
(ii)	Admission to trading:	Frankfurt Securities Exchange (Freiverkehr). Application will be made for the Securities to be admitted to trading on the SeDeX of Borsa Italiana S.p.A. with effect from the Issue Date or shortly thereafter. However, no assurance can be given that the Securities will be admitted to trading on such market on the Issue Date or on any specific date thereafter. Application will be made for the Securities to be admitted to trading on the Frankfurt Securities Exchange (Freiverkehr) with effect from the Issue Date or shortly thereafter.
47	Entities (other than stock exchanges) to which application for listing and/or approval of the Securities will be made:	Not Applicable
48	Securities Codes and Ticker Symbols:	
	ISIN Code:	XS0507396603
	Common Code:	050739660
	WKN Number:	A1EJN3
49	Clearing and Trading:	
	Clearing System(s) and any relevant identification number(s):	Euroclear Bank S.A./N.V. and Clearstream Banking, S.A., Luxembourg Clearstream Banking AG Frankfurt The Securities may also be cleared through the bridge account of Monte Titoli S.p.A.
	Delivery of Securities:	Delivery against payment See further the section entitled "Details of the method and time limits for paying up and delivering the Securities" set out in Part B, item 7 below.
50	Minimum Trading Lot:	1
	Agents:	
	Calculation Agent:	Credit Suisse International One Cabot Square London E14 4QJ
	Fiscal Agent/Principal Certificate Agent:	The Bank of New York Mellon, acting through its London Branch One Canada Square

		London E14 5AL
	Paying Agents/Certificate Agents:	The Bank of New York Mellon, acting through its London Branch One Canada Square London E14 5AL
	Additional Agents:	Not Applicable
51	Co-Structurer:	Not Applicable
52	Dealer(s):	Credit Suisse International
		For the avoidance of doubt, the Dealer will not act as a Distributor, as defined in Part B, item 12, and will not place any Securities to the public.
53	Additional steps that may only be taken following approval by Extraordinary Resolution:	Not Applicable
54	Specified newspaper for the purposes of notices to Securityholders:	Not Applicable
55	Additional Provisions:	<ol style="list-style-type: none"> 1. The "Additional Provisions for Italian Securities" as set out in paragraph 5 of the Terms and Conditions of the Base Prospectus will apply to the Securities. Paragraph 5 of the Terms and Conditions of the Base Prospectus is set out in a supplement to the Base Prospectus dated 19 May 2010. Renouncement Notice Cut-Off Date: the first Currency Business Day after the Final Fixing Date. 2. For the purposes of Borsa Italiana S.p.A., the expiry date ("<i>data di scadenza</i>") will be 5 July 2013.

PART B – OTHER INFORMATION

Terms and Conditions of the Offer

- 1 Offer Price:

The Offer Price will be equal to the Issue Price.
Up to 2.50 per cent. of the Offer Price is represented by a commission payable to the Distributor.
See item 11 below for information on applicable fees.
- 2 Total amount of the offer. If the amount is not fixed, description of arrangements and time for announcing to the public the definitive amount of the offer:

Up to 100,000 Securities
It is anticipated that the final amount of Securities to be issued on the Issue Date will be published on the relevant Distributor's website on or around the Issue Date. The final amount of Securities will depend on the outcome of the offer.
- 3 Conditions (in addition to those specified in the Base Prospectus) to which the offer is subject:

The offer of the Securities is conditional on their issue.
The Issuer reserves the right to withdraw the offer and/or to cancel the issue of the Securities for any reason at any time on or prior to the Issue Date.

For the avoidance of doubt, if any application has been made by a potential investor and the Issuer exercises such a right, each such potential investor will not be entitled to subscribe or otherwise purchase any Securities.

The offers will be subject to the above provisions. In case of withdrawal or cancellation, the relevant Distributor will inform investors that have already applied for the Securities by appropriate means (and also through a notice published on its website, if available) and repay the Offer Price and any commission paid by any investor without interest.
- 4 The time period during which the offer will be open:

From, and including, 2 June 2010 to, and including 28 June 2010.
The Offer Period may be discontinued at any time. Notice of the early closure of the Offer Period will be made to investors by means of a notice published on the relevant Distributor's website. (See further the section entitled "Details of the minimum and/or maximum amount of application" set out in item 6 below).
- 5 Description of the application process

Prospective investors may apply to the relevant Distributor to subscribe for Securities in accordance with the arrangements existing between the relevant Distributor and its customers relating to the subscription of securities generally.
Investors will be notified by the relevant Distributor of the amount allotted. Dealings may begin on or around

		the Issue Date.
		Prospective investors will not be required to enter into any contractual arrangements directly with the Issuer in relation to the subscription for the Securities.
6	Details of the minimum and/or maximum amount of application:	<p>There is no minimum amount of application.</p> <p>Allotment of Securities will be managed and coordinated by the relevant Distributor subject to the arrangements existing between the relevant Distributor and its customers relating to the subscription of securities generally. There are no pre-identified allotment criteria. All of the Securities requested through the relevant Distributor during the Offer Period will be assigned up to the maximum amount of the offer.</p> <p>In the event that requests exceed the total amount of the offer, the Distributors will close the Offer Period early, pursuant to item 3 above.</p> <p>The Distributors will adopt allotment criteria that ensures equal treatment of prospective investors. All of the Securities requested through the Distributors during the Offer Period will be assigned up to the maximum amount of the offer.</p>
7	Details of the method and time limits for paying up and delivering the Securities:	The Securities will be issued on the Issue Date against payment to the Issuer by the relevant Distributor of the aggregate subscription moneys. Each investor will be notified by the relevant Distributor of the settlement arrangements in respect of the Securities at the time of such investor's application.
8	Manner in and date on which results of the offer are to be made public:	<p><i>Germany, France, Spain, The Netherlands, United Kingdom:</i> Not Applicable</p> <p><i>Italy:</i> The results of the offer will be published on the Distributor's website following the closing of the Offer Period on or around the Issue Date.</p>
9	Categories of potential investors to which the Securities are offered and whether tranche(s) have been reserved for certain countries:	<p><i>Germany, France, Spain, The Netherlands, United Kingdom:</i> Not Applicable</p> <p><i>Italy:</i> The Securities will be publicly offered in the Republic of Italy to any person. Qualified Investors (investitori qualificati, as defined in Article 100 of the Financial Services Act and Article 34-ter, first paragraph, letter b) of the Regulation) may be assigned only those Securities remaining after the allocation of all the Securities requested by the public in Italy during the Offer Period.</p>
10	Process for notification to applicants of the amount allotted and the indication whether dealing may begin before	Applicants will be notified by the relevant Distributor of the success of their application. No dealings in the Securities may take place prior to the Issue Date.

notification is made:

- 11 Amount of any expenses and taxes specifically charged to the subscriber or purchaser:

Germany, France, Spain, The Netherlands, United Kingdom: The Distributors will charge purchasers a commission of up to EUR 20 per Security.

Germany, France, Spain, The Netherlands, United Kingdom and Italy:

The Issuer will pay a fee to the Distributor in connection with the Offer of up to 2.50 per cent. of the Offer Price per Security.

Taxes charged in connection with the subscription, transfer, purchase or holding of Securities must be paid by the relevant investor and the Issuer will not have any obligation in relation thereto. Investors should consult their professional tax advisers to determine the tax regime applicable to their particular situation.

For details of the tax regime applicable to subscribers in the Republic of Italy, see "Italian Taxation" below.

- 12 Name(s) and address(es), to the extent known to the Issuer, of the placers ("Distributors") in the various countries where the offer takes place.

Germany

The Distributor in Germany will be notified to investors by means of a notice published on the Issuer's website.

France

Credit Suisse (France)
25, avenue Kléber
75784 Paris Cedex 16
France

Italy

Credit Suisse (Italy) S.p.A
Via Santa Margherita 3
Milan
Italy

The Securities will be placed into Italy without any underwriting commitment by the Italian Distributor and no undertaking have been made by third parties to guarantee the subscription of the Securities.

Spain

Credit Suisse AG, Sucursal en España
Calle Ayala, 42
28001 Madrid
Spain

The Netherlands

The Distributor in The Netherlands will be notified to investors by means of a notice published on the Issuer's website.

United Kingdom

The Distributor in the United Kingdom will be notified to investors by means of a notice published on the Issuer's website.

The Issuer reserves the right to appoint other distributors during the Offer Period. Any such appointment will be communicated to investors by means of a notice published on the Issuer's website: <http://structuredretailproducts.credit-suisse.com>

13 Market-Maker:

Germany: Baader Bank AG

France: Not Applicable

Italy: The name of the Market-Maker in respect of the Certificates will be set out in the Borsa Italiana's notice communicating the first trading day of the Certificates.

Spain: Not Applicable

The Netherlands: Not Applicable

United Kingdom: Not Applicable

14 Market-making agreement with the Issuer:

Yes

Liability for the offer: Any offers made by a Distributor will be made in its own name and not as an agent of the Issuer or the Dealer and only the relevant Distributor will be liable for the relevant offer. Neither the Issuer nor the Dealer accepts any liability for the offer or sale by the relevant Distributor of Securities.

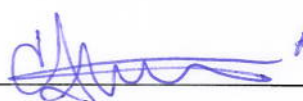
Risk Factors: Investors should read the risk factors set out in the Base Prospectus dated 1 July 2009 relating to the Issuer's Structured Products Programme and in the Yield Securities and Return Securities Base Prospectus (BPCS-3) dated 5 October 2009 before making a decision to subscribe for the Securities.

Selling Restrictions: The selling restrictions applicable to the Securities are set out on pages 213 to 216 of the Base Prospectus dated 1 July 2009 relating to the Issuer's Structured Products Programme and in the Yield Securities and Return Securities Base Prospectus (BPCS-3) dated 5 October 2009 as supplemented on 19 May 2010.

Responsibility

The Issuer accepts responsibility for the information contained in these Final Terms. To the best of the knowledge of the Issuer (having taken all reasonable care to ensure that such is the case) the information contained in these Final Terms is in accordance with the facts and does not omit anything likely to affect the import of such information.

Signed on behalf of the Issuer:

By:  Andreas Lundin
Duly authorised

By:  Richard Wilson
Duly authorised

Index Disclaimer

STOXX and its licensors (the "Licensors") have no relationship to the Issuer, other than the licensing of the Index and the related trademarks for use in connection with the Securities.

STOXX and its Licensors do not:

- Sponsor, endorse, sell or promote the Securities.
- Recommend that any person invest in the Securities or any other securities.
- Have any responsibility or liability for or make any decisions about the timing, amount or pricing of the Securities.
- Have any responsibility or liability for the administration, management or marketing of the Securities.
- Consider the needs of the Securities or the owners of the Securities in determining, composing or calculating the Index or have any obligation to do so.

STOXX and its Licensors will not have any liability in connection with the Securities. Specifically,

- **STOXX and its Licensors do not make any warranty, express or implied and disclaim any and all warranty about:**
- **The results to be obtained by the Securities, the owner of the Securities or any other person in connection with the use of the Index and the data included in the Index;**
- **The accuracy or completeness of the Index and its data;**
- **The merchantability and the fitness for a particular purpose or use of the Index and its data;**
- **STOXX and its Licensors will have no liability for any errors, omissions or interruptions in the Index or its data;**
- **Under no circumstances will STOXX or its Licensors be liable for any lost profits or indirect, punitive, special or consequential damages or losses, even if STOXX or its Licensors knows that they might occur.**

The licensing agreement between the Issuer and STOXX is solely for their benefit and not for the benefit of the owners of the Securities or any other third parties.

ITALIAN TAXATION

The following is a summary of current Italian law and practice relating to the taxation of the Certificates (the "Securities"). The statements herein regarding taxation are based on the laws in force in Italy as at the date of these Final Terms and are subject to any changes in law occurring after such date, which changes could be made on a retroactive basis. The following summary does not purport to be a comprehensive description of all the tax considerations which may be relevant to a decision to subscribe for, purchase, own or dispose of the Securities and does not purport to deal with the tax consequences applicable to all categories of investors, some of which (such as dealers in securities or commodities) may be subject to special rules.

Prospective purchasers of the Securities are advised to consult their own tax advisers concerning the overall tax consequences of their ownership of the Securities.

Italian taxation of Securities

Pursuant to Article 67 of Presidential Decree No. 917 of 22 December 1986 and Legislative Decree No. 461 of 21 November 1997, as subsequently amended, where the Italian resident Certificateholder is (i) an individual not engaged in an entrepreneurial activity to which the Certificates are connected, (ii) a non-commercial partnership, (iii) a non-commercial private or public institution, or (iv) an investor exempt from Italian corporate

income taxation, capital gains accrued under the sale or the exercise of the Certificates are subject to a 12.5% substitute tax (*imposta sostitutiva*). The recipient may opt for three different taxation criteria:

(1) Under the tax declaration regime (*regime della dichiarazione*), which is the default regime for taxation of capital gains realised by Italian resident individuals not engaged in an entrepreneurial activity to which the Certificates are connected, the *imposta sostitutiva* on capital gains will be chargeable, on a yearly cumulative basis, on all capital gains, net of any offsettable capital loss, realised by the Italian resident individual holding the Certificates not in connection with an entrepreneurial activity pursuant to all sales or redemptions of the Certificates carried out during any given tax year. Italian resident individuals holding the Certificates not in connection with an entrepreneurial activity must indicate the overall capital gains realised in any tax year, net of any relevant incurred capital loss, in the annual tax return and pay *imposta sostitutiva* on such gains together with any balance income tax due for such year. Capital losses in excess of capital gains may be carried forward against capital gains realised in any of the four succeeding tax years.

(2) As an alternative to the tax declaration regime, Italian resident individuals holding the Certificates not in connection with an entrepreneurial activity may elect to pay the *imposta sostitutiva* separately on capital gains realised on each sale or redemption of the Certificates (the "*risparmio amministrato*" regime provided for by Article 6 of the Legislative Decree No. 461 of 21 November 1997, as a subsequently amended, the "Decree No. 461"). Such separate taxation of capital gains is allowed subject to (i) the Certificates being deposited with Italian banks, SIMs or certain authorised financial intermediaries and (ii) an express valid election for the *risparmio amministrato* regime being punctually made in writing by the relevant Certificateholder. The depository is responsible for accounting for *imposta sostitutiva* in respect of capital gains realised on each sale or redemption of the Certificates (as well as in respect of capital gains realised upon the revocation of its mandate), net of any incurred capital loss, and is required to pay the relevant amount to the Italian tax authorities on behalf of the taxpayer, deducting a corresponding amount from the proceeds to be credited to the Certificateholder or using funds provided by the Certificateholder for this purpose. Under the *risparmio amministrato* regime, where a sale or redemption of the Certificates results in a capital loss, such loss may be deducted from capital gains subsequently realised, within the same securities management, in the same tax year or in the following tax years up to the fourth. Under the *risparmio amministrato* regime, the Certificateholder is not required to declare the capital gains in the annual tax return.

(3) Any capital gains realised or accrued by Italian resident individuals holding the Certificates not in connection with an entrepreneurial activity who have entrusted the management of their financial assets, including the Certificates, to an authorised intermediary and have validly opted for the so-called "*risparmio gestito*" regime (regime provided for by Article 7 of the Decree No. 461) will be included in the computation of the annual increase in value of the managed assets accrued, even if not realised, at year end, subject to a 12.5 per cent. substitute tax, to be paid by the managing authorised intermediary. Under this *risparmio gestito* regime, any depreciation of the managed assets accrued at year end may be carried forward against increase in value of the managed assets accrued in any of the four succeeding tax years. Under the *risparmio gestito* regime, the Certificateholder is not required to declare the capital gains realised in the annual tax return.

Where an Italian resident Securityholder is a company or similar commercial entity, or the Italian permanent establishment of a foreign commercial entity to which the Securities are effectively connected, capital gains arising from the Securities will not be subject to *imposta sostitutiva*, but must be included in the relevant Securityholder's income tax return and are therefore subject to Italian corporate tax (and, in certain circumstances, depending on the "status" of the Securityholder, also as a part of the net value of production for IRAP purposes).

Any capital gains realised by a Securityholder which is an open-ended or closed-ended investment fund or a SICAV will be included in the result of the relevant portfolio accrued at the end of the tax period, to be subject to the 12.50 per cent. substitute tax.

Any capital gains realised by a Securityholder which is an Italian pension fund (subject to the regime provided for by article 17 of the Legislative Decree No. 252 of 5 December 2005) will be included in the result of the relevant portfolio accrued at the end of the tax period, to be subject to the 11 per cent. substitute tax.

Capital gains realised by non-Italian resident Securityholders are not subject to Italian taxation provided that the Securities (i) are transferred on regulated markets, or (ii) if not transferred on regulated markets, are held outside Italy.

Atypical securities

In accordance with a different interpretation of current tax law, it is possible that Certificates would be considered as 'atypical' securities pursuant to Article 8 of Law Decree No. 512 of 30 September 1983 as implemented by Law No. 649 of 25 November 1983. In this event, payments relating to Certificates may be subject to an Italian withholding tax, levied at the rate of 27 per cent.

The 27 per cent. withholding tax mentioned above does not apply to payments made to a non-Italian resident holder of the Certificate and to an Italian resident holder of the Certificate which is (i) a company or similar commercial entity (including the Italian permanent establishment of foreign entities), (ii) a commercial partnership, or (iii) a commercial private or public institution.

Inheritance and gift taxes

Pursuant to Law Decree No. 262 of 3 October 2006, (Decree No. 262), converted into Law No. 286 of 24 November 2006, the transfers of any valuable asset (including shares, bonds or other securities) as a result of death or donation are taxed as follows:

- (i) transfers in favour of spouses and direct descendants or direct ancestors are subject to an inheritance and gift tax applied at a rate of 4 per cent. on the value of the inheritance or the gift exceeding EUR 1,000,000;
- (ii) transfers in favour of relatives to the fourth degree and relatives-in-law to the third degree, are subject to an inheritance and gift tax applied at a rate of 6 per cent. on the entire value of the inheritance or the gift. Transfers in favour of brothers/sisters are subject to the 6 per cent. inheritance and gift tax on the value of the inheritance or the gift exceeding EUR 100,000; and
- (iii) any other transfer is, in principle, subject to an inheritance and gift tax applied at a rate of 8 per cent. on the entire value of the inheritance or the gift.

EU Savings Directive

Under EC Council Directive 2003/48/EC ("EU Savings Directive") on the taxation of savings income, Member States are required to provide to the tax authorities of another Member State, including Belgium from 1 January 2010, details of payments of interest (or similar income) paid by a person within its jurisdiction to an individual resident in that other Member State or to certain limited types of entities established in that other Member State. However, for a transitional period Luxembourg and Austria are instead required (unless during that period they elect otherwise) to operate a withholding system in relation to such payments (the ending of such transitional period being dependent upon the conclusion of certain other agreements relating to information exchange with certain other countries). A number of non-EU countries and territories including Switzerland have agreed to adopt similar measures (a withholding system in the case of Switzerland).

On 15 September 2008 the European Commission issued a report to the Council of the European Union on the operation of the EU Savings Directive, which included the Commission's advice on the need for changes to the Directive. On 13 November 2008 the European Commission published a more detailed proposal for amendments to the Directive, which included a number of suggested changes. The European Parliament approved an amended version of this proposal on 24 April 2009. If any of those proposed changes are made in relation to the Directive, they may amend or broaden the scope of the requirements described above.

Implementation in Italy of the EU Savings Directive

Italy has implemented the EU Savings Directive through Legislative Decree No. 84 of 18 April 2005 ("Decree No. 84"). Under Decree No. 84, subject to a number of important conditions being met, in the case of interest paid to individuals which qualify as beneficial owners of the interest payment and are resident for tax purposes in another Member State, Italian qualified paying agents shall not apply the withholding tax and shall report to the Italian Tax Authorities details of the relevant payments and personal information on the individual beneficial owner. Such information is transmitted by the Italian Tax Authorities to the competent foreign tax authorities of the State of residence of the beneficial owner.