

For immediate release

FLOW TRADERS REPORTS RECORD RESULTS IN THIRD QUARTER 2015

AMSTERDAM, the Netherlands – 13 November 2015. Flow Traders N.V. (“the Company” or “Flow Traders”) (Euronext: FLOW), a leading global technology-enabled liquidity provider specializing in exchange traded products (“ETPs”), today announced its results for the third quarter, ending 30 September 2015.

Q3 2015 Key Highlights

- Net Trading Income increased 32% to €92.8 million (2Q15: €70.5 million) as a result of strong growth in the underlying market resulting in higher revenue capture and trading volumes, boosted by periods of higher volatility in some financial markets
- YTD NTI was €240.2 million compared to €99.5 million for the same period last year
- ETPs traded value increased 20% to €180 billion (2Q15: €150 billion), revenue capture increased by 0.4 basis point to 5.1 basis points
- Adjusted EBITDA¹ increased 32% to €48.4 million (2Q15: €36.7 million) with an adjusted EBITDA margin remaining stable at 52% (2Q15: 52%) resulting from relatively low and stable fixed operating expenses. YTD adjusted EBITDA was €125.4 million compared to €44.0 million last year
- Adjusted net profit increased 29% to €37.9 million (2Q15: €29.4 million) with an adjusted net margin of 40.8%; net profit increased to €36.9 million in 3Q15
- Adjusted earnings per share were €0.81 and earnings per share were €0.79
- Interim dividend paid out was €0.50 per share

Dennis Dijkstra, co-CEO of Flow Traders commented: “In the third quarter, the ETP market continued to see inflows² in all asset classes including, equities, commodities, currencies and fixed income. This favourable environment, coupled with the strong performance of our teams globally, is reflected in our record results. We have leveraged our diversified regions and asset classes to benefit from increases in trading volumes in line with the growth of the markets.”

Sjoerd Rietberg co-CEO of Flow Traders commented: “Global ETP trading volumes were 20% higher in 3Q15 than in 2Q15. This was predominantly a result of various financial market events in the US during the period and the continuing underlying trend of strong inflows to the ETP market. Our ETP value traded increased 20% compared to 2Q15, in line with market volumes. Our net trading income increased 32% compared to 2Q15 and 141% YTD15 compared to YTD14 as a result of improvements in our pricing and infrastructure, the strong growth in the underlying market, and was further boosted by certain periods of high volatility in the markets.”

Quarterly Results

€ mln, unless otherwise stated	3Q15	2Q15	Δ	YTD15	YTD14	Δ
Net trading income	92.8	70.5	+32%	240.2	99.5	+141%
ETP value traded (€ bln)	180.5	150.2	+20%	510.7	341.4	+50%
Adjusted EBITDA	48.4	36.7	+32%	125.4	44.0	+185%
Adjusted EBITDA margin	52%	52%	-	52%	44%	+8%
Adjusted net profit	37.9	29.4	+29%	98.5	34.2	+188%
Adjusted EPS*	€0.81	€0.63		2.12	0.74	

* Pro forma, calculated on the basis of post-IPO Flow Traders N.V. share capital of 46,534,500 shares.

During 3Q15, there were notable events that contributed to increases in value traded, such as the Chinese market events at the beginning of July and movements in commodity prices, currencies and equities on the 24th of August.

¹ 2015 Adjustments relates to extra ordinary expenses in relation with the IPO. YTD Adjustments relating to SARs expenses amounted €33.2 million (Q3 €0.2 million), IPO expenses €1.8 million (Q3 €1.0 million) and tax effect €0.0 million (Q3 €0.2 million).

² Source for AuM: Blackrock ETP Landscape.

The Company's ETP value traded increased 20% compared to 2Q15 in line with market volumes. Its net trading income increased 32% compared to 2Q15 to €92.8 million, reflecting an average increase in revenue capture of 0.4 basis points, to 5.1 basis points. Flow Traders' net trading income YTD15 increased with 141% to €240.2 million compared to YTD14, outperforming both the growth in Assets under Management and the growth in market ETP value traded.

Adjusted EBITDA margin remained stable at 52% given operating leverage from the efficient and predictable fixed cost base.

Fixed personnel expenses remained stable at a level of €5.0 million in 3Q15. As at September 30, 2015, Flow Traders employed 252 full-time equivalents (June 30, 2015: 239).

Operating Segment Review

Europe

€ mln, unless otherwise stated	<u>3Q15</u>	<u>2Q15</u>	<u>Δ</u>	<u>YTD15</u>	<u>YTD14</u>	<u>Δ</u>
Net trading income	52.3	45.6	+15%	149.1	68.2	+118%
ETP value traded (€ bln)	113.2	94.4	+20%	309.0	186.2	+66%

In Europe, ETP assets under management² decreased 3%, to €453 billion at September 30, 2015 from €467 billion at June 30, 2015. This decrease was mainly driven by adverse market conditions as there was an inflow recorded in Europe of €54 billion² YTD15. The Company's ETP value traded increased by approximately 20%, resulting in a net trading income increase of 15% to €52.3 million in 3Q15 and 118% YTD15 compared to previous year.

Flow Traders further increased the number of institutional counterparties the company trades with and experienced growth in the off-exchange ETP trading volumes, and maintained its market leading positions with stable market shares and top ranks on the major European exchanges.

Americas

€ mln, unless otherwise stated	<u>3Q15</u>	<u>2Q15</u>	<u>Δ</u>	<u>YTD15</u>	<u>YTD14</u>	<u>Δ</u>
Net trading income	17.4	8.1	+115%	38.4	20.6	+87%
ETP value traded (€ bln)	47.3	41.8	+13%	154.0	131.7	+17%

In the Americas, ETP assets under management² decreased 6% to €1.8 trillion in 3Q15 from approximately €1.9 trillion in 2Q15. However, due to certain periods of high volatility, the market ETP value traded increased by 28% to €3.3 trillion from 2Q15 to 3Q15. Flow Traders' ETP value traded increased by 13.2%. However, due to further improvements in pricing and quality of execution the Company increased its average revenue capture to 3.7 basis points in 3Q15 from 1.9 basis points in 2Q15. As a result, the net trading income in the region YTD15 increased by 87% to €38.4 million compared to YTD14.

On the back of this quarter's results, the Company expects to add additional liquidity venues over the next six months in addition to the start of off-screen block trading.

Asia

€ mln, unless otherwise stated	3Q15	2Q15	Δ	YTD15	YTD14	Δ
Net trading income	23.0	16.8	+37%	52.7	10.7	+390%
ETP value traded (€ bln)	20.0	14.1	+42%	47.8	23.6	+103%

In Asia, ETP assets under management decreased 4% to approximately €199 billion in 3Q15 from approximately €208 billion in 2Q15. The market ETP value traded decreased by 17% to €422 billion from 2Q15 to 3Q15 mainly driven by developments in the Chinese markets. Despite this, the company was able to increase its ETP value traded² by 103% YTD15 to €48bn compared to €24bn YTD14. There was a slight decrease in the average revenue capture to 11.5 basis points in 3Q15 from 11.9 basis points in 2Q15. However due to certain periods of high volatility, the net trading income in the region increased by 37% to €23 million from €16.8 million. YTD15 this growth is 390% compared to the same period in 2014.

YTD15 consisted of three comparable and strong quarters; specifically, 3Q15 experienced some periods of high volatility resulting in increased trading volumes in combination with increasing revenue capture and a positive contribution to the net trading income.

Financial Condition

€ mln, unless otherwise stated	As of Sept 2015	As of Jun 2015	As of Dec 31, 2014	Δ
Total trading capital	294.3	280.3	204.3	+44%
Regulatory capital	221.4	217.1	180.5	+23%
Required regulatory capital	110.8	123.5	84.3	+31%

Flow Traders' robust global capital base is significantly in excess of the requirements of both its prime brokers and the relevant regulators. Given the nature of the Company's liquidity provision activities and the models used by the respective prime brokers and regulators, the required capital can fluctuate significantly on a daily and intraday basis. We manage and monitor our capital requirements continuously, adhering to the basic principle of staying well in excess of requirements under varying market circumstances.

Other

The Company has entered into a so-called 'horizontaal toezicht' agreement (covenant) with the Dutch tax authorities as of 14 September 2015. Based on the principles of trust, transparency and corporate responsibility, the Dutch tax authorities grant companies that have met certain conditions to enter in such an agreement which in turn offers several benefits. In particular, the covenant will allow us to more transparently communicate our tax positions and better anticipate and streamline our corporate tax returns. This should result in less retroactive audits and questionnaires, i.e. a smooth and reliable taxation process.

During the fourth quarter Flow Traders expects to complete the sale of part of our infrastructure. No material financial impact is expected.

Appendix

Consolidated (in €m)	Adj. Q3	Adj. Q2	Q3	Q2	Adj. Q3	Adj. YTD	YTD	YTD	Adj. YTD-15
	2015	2015	2015	2015	vs adj. Q2	Sep 15	Sep 15	Sep 14	vs YTD-14
Net trading income	92.8	70.5	92.8	70.5	32%	240.2	240.2	99.5	141%
Personnel expenses (fixed)	(5.0)	(4.9)	(5.0)	(4.9)		(15.1)	(15.1)	(13.3)	
Personnel expenses (variable)	(29.7)	(19.7)	(29.9)	(52.3)		(72.2)	(105.4)	(22.0)	
IT costs licensing expenses	(7.2)	(6.4)	(7.2)	(6.4)		(19.5)	(19.5)	(15.4)	
Other expenses	(2.5)	(2.8)	(3.5)	(3.4)		(7.9)	(9.8)	(4.8)	
Operational Expenses	(44.3)	(33.8)	(45.6)	(67.1)	31%	(114.8)	(149.8)	(55.5)	107%
EBITDA	48.4	36.7	47.2	3.5	32%	125.4	90.4	44.0	185%
Depreciation / Amortisation	(1.8)	(1.8)	(1.8)	(1.8)		(5.0)	(5.0)	(3.8)	
Profit before tax	46.6	34.8	45.4	1.6	34%	120.5	85.4	40.2	200%
Tax	(8.7)	(5.5)	(8.5)	(1.7)		(21.9)	(17.9)	(6.0)	
Net profit	37.9	29.4	36.9	(0.1)	29%	98.5	67.5	34.2	188%
EPS (in €)	0.81	0.63	0.79	(0.00)		2.12	1.45	0.74	
EBITDA margin (in %)	52%	52%	51%	5%		52%	38%	44%	

Condensed Balance Sheet

In €m	Δ 30 Sept 15			
	30 Sep 15	30 Jun 15	31 Dec 14	vs. 30 Jun 15
Assets				
Trading capital	294	280	204	14
Property, Equipment and Intangible Assets	25	26	22	(1)
Other Assets	12	11	6	1
Total Assets	331	317	232	14
Equity & Liabilities				
Other Liabilities	104	107	83	(3)
Tax Liabilities	14	8	7	5
Total Liabilities	117	115	90	2
Equity				
Member capital accounts	-	155	65	(155)
Share Capital	5	-	-	5
Share Premium	151	-	-	151
Legal reserves	14	16	10	(2)
Other reserves	(23)	-	-	(23)
Profit for the year	68	31	68	37
Total Equity	214	202	143	12

ENDS

Analyst Conference Call and Webcast

Dennis Dijkstra (co-CEO) and Sjoerd Rietberg (co-CEO) of Flow Traders will host an analyst conference call today at 10.00 am CET to discuss the results for the third quarter 2015 ended 30 September. To access the audio webcast, please visit www.flowtraders.com. A replay of the webcast will remain available on the corporate website for at least 90 days.

Important Dates

Full year 2015 results	24 February 2016
Annual report	18 March 2016
Results over the first quarter 2016	4 May 2016
Annual General Meeting	19 May 2016

NOTES TO EDITORS

Contact Details

Citigate First Financial
 Petra Jager / Hans Schrama
 +31 20 575 4010
flowtraders@citigateff.nl

About Flow Traders

Flow Traders is a leading global technology-enabled liquidity provider that specializes in ETPs. We provide liquidity in ETP markets 24 hours a day while seeking to stay market neutral at all times and without having directional opinions. While we do not have any clients, we enable investors to buy and sell ETPs efficiently by quoting bid and ask prices. We seek to earn small amounts of money on large numbers of individual transactions based on the differences between our ETP prices and the prices of the underlying or related instruments. Investors benefit from our activities due to increased liquidity, higher execution quality and lower overall trading costs. As such, we contribute to more efficient and transparent securities markets. We provide liquidity in over 4,000 ETP listings across the globe, tracking all underlying asset classes, including equities, fixed income, commodities and currencies with access to over 90 trading venues in more than 30 countries. Flow Traders is headquartered in Amsterdam, the Netherlands, with trading offices in Asia and the US, covering all time zones. Flow Traders' shares are listed on Euronext Amsterdam (symbol: FLOW). For more information, please visit www.flowtraders.com.

Important legal information

This press release is prepared by Flow Traders N.V. and is for information purposes only and the material contained in this document is provided 'as is'. It is not a recommendation to engage in investment activities and you must not rely on the content of this document when making any investment decisions. The information in this document does not constitute legal, tax, or investment advice and is not to be regarded as investor marketing or marketing of any security or financial instrument, or as an offer to buy or sell, or as a solicitation of any offer to buy or sell, securities or financial instruments.

The information and materials contained in this press release are provided 'as is' and Flow Traders N.V. or any of its affiliates ("Flow Traders") do not warrant the accuracy, adequacy or completeness of the information and materials and expressly disclaim liability for any errors or omissions. This press release is not intended to be, and shall not constitute in any way a binding or legal agreement, or impose any legal obligation on Flow Traders. All intellectual property rights, including trademarks, are those of their respective owners. All rights reserved. All proprietary rights and interest in or connected with this publication shall vest in Flow Traders. No part of it may be redistributed or reproduced without the prior written permission of Flow Traders.

This press release may include forward-looking statements, which are based on Flow Traders' current expectations and projections about future events, and are not guarantees of future performance. Forward looking statements are statements that are not historical facts, including statements about our beliefs and expectations. Words such as "may", "will", "would", "should", "expect", "intend", "estimate", "anticipate", "project", "believe", "could", "hope", "seek", "plan", "foresee", "aim", "objective", "potential", "goal", "strategy", "target", "continue" and similar expressions or their negatives are used to identify these forward-looking statements. By their nature, forward-looking statements involve known and unknown risks, uncertainties, assumptions and other factors because they relate to events and depend on circumstances that will occur in the future whether or not outside the control of Flow Traders. Such factors may cause actual results, performance or developments to differ materially from those expressed or implied by such forward-looking statements. Accordingly, no undue reliance should be placed on any forward-looking statements. Forward-looking statements speak only as at the date at which they are made. Flow Traders expressly disclaims any obligation or undertaking to update, review or revise any forward-looking statements contained in this press release to reflect any change in its expectations or any change in events, conditions or circumstances on which such statements are based unless required to do so by applicable law.

Financial objectives are internal objectives of Flow Traders to measure its operational performance and should not be read as indicating that Flow Traders is targeting such metrics for any particular fiscal year. Flow Traders' ability to achieve these financial objectives is inherently subject to significant business, economic and competitive uncertainties and contingencies, many of which are beyond Flow Traders' control, and upon assumptions with respect to future business decisions that are subject to change. As a result, Flow Traders' actual results may vary from these financial objectives, and those variations may be material.

Efficiencies are net, before tax and on a run-rate basis, i.e. taking into account the full-year impact of any measure to be undertaken before the end of the period mentioned. The expected operating efficiencies and cost savings were prepared on the basis of a number of assumptions, projections and estimates, many of which depend on factors that are beyond Flow Traders' control. These assumptions, projections and estimates are inherently subject to significant uncertainties and actual results may differ, perhaps materially, from those projected. Flow Traders cannot provide any assurance that these assumptions are correct and that these projections and estimates will reflect Flow Traders' actual results of operations.

By accepting this document you agree to the terms set out above. If you do not agree with the terms set out above please notify legal.amsterdam@nl.flowtraders.com immediately and delete or destroy this document.