

MarketAxess Holdings Inc.
Consolidated Statements of Operations

	Three Months Ended March 31	
	2007	2006

	(\$ in thousands, except per share data)	
	(unaudited)	
Revenues		
Commissions		
U.S. high-grade	\$ 13,682	\$ 11,029
European high-grade	4,754	4,338
Other	2,257	2,120

Total commissions	20,693	17,487
Information and user access fees	1,354	1,359
License fees	239	281
Investment income	1,222	962
Other	257	251

Total revenues	23,765	20,340

Expenses		
Employee compensation and benefits	11,503	10,283
Depreciation and amortization	1,911	1,685
Technology and communications	1,763	2,052
Professional and consulting fees	1,836	2,551
Occupancy	749	830
Marketing and advertising	353	378
General and administrative	1,181	1,162

Total expenses	19,296	18,941

Income before income taxes	4,469	1,399
Provision for income taxes	2,019	313

Net income	\$ 2,450	\$ 1,086
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Per Share Data:		
Earnings per share:		
Basic	\$ 0.08	\$ 0.04
Diluted	\$ 0.07	\$ 0.03
Weighted-average common shares:		
Basic	30,813	29,814
Diluted	34,527	35,673

MarketAxess Holdings Inc.
Consolidated Condensed Balance Sheet Data

	March 31, 2007	December 31, 2006

(\$ in thousands)		
(unaudited)		(audited)
Assets		
Cash and cash equivalents	\$ 68,291	\$ 82,000
Securities available for sale	44,438	49,015
Deferred tax assets, net	43,954	38,901
All other assets	36,119	34,362

Total assets	\$ 192,802	\$ 204,278
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 Liabilities and Stockholders' Equity		
Total liabilities	\$ 14,024	\$ 18,993
Total stockholders' equity	178,778	185,285

Total liabilities and stockholders' equity	\$ 192,802	\$ 204,278
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MarketAxess Holdings Inc.
Volume Statistics

	Total Trading Volume	

Three Months Ended March 31		

	2007	2006

(\$ in millions) (unaudited)		
U.S. high-grade - multi dealer (1)	\$ 55,891	\$ 40,603
U.S. high-grade - single dealer (2)	4,937	5,339
European high-grade	28,340	23,971
Other (3)	15,289	14,585

Total	\$ 104,457	\$ 84,498
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Average Daily Volume

Three Months Ended
March 31

	2007	2006
	(\$ in millions) (unaudited)	
U.S. high-grade (1), (2)	\$ 981	\$ 741
European high-grade	443	375
Other (3)	247	235
Total	\$ 1,671	\$ 1,351
Number of U.S. Trading Days (4)	62	62
Number of U.K. Trading Days (5)	64	64

- (1) Beginning with June 2006 monthly trading volumes, volumes from the Company's DealerAxess® interdealer trading service are included in the Company's reported U.S. high-grade or "Other" trading volumes, as appropriate. Consistent with current market practice, all DealerAxess® trading activity is conducted anonymously, and MarketAxess Corporation acts as riskless principal in all DealerAxess® transactions; accordingly, and consistent with NASD TRACE reporting standards, both sides of each DealerAxess® trade are included in the Company's reported trading volumes.
- (2) Effective June 2005, the Company began reporting separately U.S. High-Grade single-dealer inquiries.
- (3) Effective September 2005, the Company began reporting credit default swaps trading volume in "Other" trading volume.
- (4) The number of U.S. trading days is based on the SIFMA holiday recommendation calendar.
- (5) The number of U.K. trading days is based on the U.K. Bank holiday schedule.