KUDELSKI GROUP
2015 INTERIM REPORT

NAGRA
KUDELSKI GROUP

KEY FIGURES FIRST HALF 2015 (UNAUDITED)

In CHF'000	January/ June 2015	January/ June 2014 (restated)
Revenues and other operating income	424 961	400 084
Margin after cost of material	311 798	308 130
Margin after cost of material in % of revenues and other operating income	73.37%	77.02%
Operating (loss)/income (pro forma)	30 438	27 690
Operating income in % of revenues and other operating income	7.16%	6.92%
Net income for the period from continuing operations	**9 774**	**18 477**
Earnings per bearer share for the periode from continuing operations (in CHF)		
– basic	0.1295	0.2803
– diluted	0.1295	0.2803

In CHF'000	30.06.2015	31.12.2014 (restated)
Equity	419 575	453 444
Cash and cash equivalents	129 516	92 382
Market capitalization	655 276	766 127
Share price (in CHF)	13.25	15.55

FIRST HALF 2015 HIGHLIGHTS

- +10.4% CONSTANT CURRENCY REVENUE GROWTH AND +9.7% OPERATING INCOME GROWTH
- FURTHER WINS IN CORE DIGITAL TV MARKETS AND DEPLOYMENTS OF NEXT GENERATION TECHNOLOGIES
- INTEGRATED SECURITY, CONNECTWARE AND MULTI-SCREEN BUNDLES GAINING TRACTION
- JOINING FORCES WITH ECHOSTAR IN THE SET-TOP BOX SPACE
- CONTINUED PATENT LICENSING MOMENTUM WITH FURTHER LICENSING AGREEMENTS
- KUDELSKI SECURITY EXPANDING ITS CUSTOMER BASE
- STEPPING UP SKIDATA NON-EUROPEAN GROWTH
- INCREASED GUIDANCE FOR FULL YEAR REVENUES AND PROFITABILITY

LETTER TO SHAREHOLDERS

First Half 2014
For the first half 2015, total revenues and other operating income increased by 6.2% to reach CHF 425 million, with operating income of CHF 30.4 million representing an improvement of 9.7% compared to the first half 2014. Net income increased to CHF 9.8 million, as compared to CHF 0.6 million during the first half 2014.

Overall, the Kudelski Group was able to deliver solid performance during the first half 2015 in spite of the decision by the Swiss National Bank in January 2015 to discontinue the Swiss Franc/Euro cap. This decision had a material, negative impact on Group revenues and profitability, but important measures undertaken by the management as well as a stronger US dollar enabled the Group to deliver solid results during the first half of the year.

More specifically, the Group's performance during the first half was the result of key actions taken during 2014 and 2015, including:

- Stronger positioning of the Group in the conditional access segment, especially in emerging markets, following the Group's acquisition of Conax;
- Improving smartcard supply chain management and decoupling it from the Swiss franc, together with the divestment of NagraID and NagraID Security;
- Further optimizing the Group's Integrated Digital TV (iDTV) portfolio by divesting the traffic and billing business as well as continuing to improve the existing cost structure;
- Deepening the Group's relationship with EchoStar through SmarDTV's acquisition of EchoStar's European set-top box operations and EchoStar's investment in a 22.5% stake in SmarDTV;
- Systematic efforts to improve the iDTV location mix by encouraging internal transfers in Switzerland and targeted hiring in emerging markets such as India;
- Sustained investments in Kudelski Security, intellectual property and innovation initiatives; and
- Major strengthening of SKIDATA's market position outside of Europe through key acquisitions in the USA and Australia.

iDTV Business
During first half 2015, iDTV revenues increased by 6.8% in constant currency over the same period in 2014 with following main drivers:

- The Americas region achieved substantially stable revenues in spite of the challenging business environment in Brazil and the important one-time revenue effect in the first half 2014 of the Cisco patent cross-licensing agreement;
- In Europe, a 12.5% revenue growth in constant currency resulted from solid performance and improving momentum of our business in this region; and
- Revenues in the Asia/Pacific and Africa region increased by 15.1% in constant currency primarily driven by growth in India, Vietnam and Taiwan.

Public Access
2015 is an important year for SKIDATA. Having completed the acquisitions of Sentry (USA), Don Harstad (USA) and SKIDATA Australasia (Australia), SKIDATA is well positioned to materially increase its revenue base outside of Europe, particularly in the Americas and Asia. To further grow its business in the Americas, SKIDATA has also recently acquired the intellectual property portfolio of 3M's parking business, gaining privileged access to close to 10'000 former 3M parking business customers. With an increased presence in USA and Australia, SKIDATA is now becoming the global leader in off street parking solutions in addition to being the world leader in ski segment.

Early results from these key steps have been promising. During the first half 2015, SKIDATA's revenue growth reached 97.1% in the Americas and 115% in Asia, both in constant currency and the second half started with a strong order backlog that is expected to fuel solid growth for the remainder of the year.

Kudelski IP & Innovation
Following the important patent cross-licensing agreement with Cisco in 2014, Kudelski IP was able to deliver new patent licensing agreements in the first half 2015 with Google, Disney, Netflix and Bloomberg. Through these agreements, Kudelski IP is further expanding the Kudelski Group's access to third party intellectual property rights, generating important licensing revenues and establishing itself as a valuable intellectual property contributor to the industry.

Cyber security
Kudelski Security is continuing to develop its cyber security solution portfolio, including a best-of-breed Cyber Fusion Center and a secure 4G-LTE solution in collaboration with Athonet, a provider of an innovative mobile core network solution.

Kudelski Security has further expanded its customer base in 2015 by adding a number of new clients, including a top 5 global bank, and securing a partnership with Allianz Global Corporate & Specialty SE.

Outlook
The Kudelski Group is continuing to invest in Kudelski Security, IP initiatives, innovation projects and expanding the geographic footprint of SKIDATA outside of Europe.

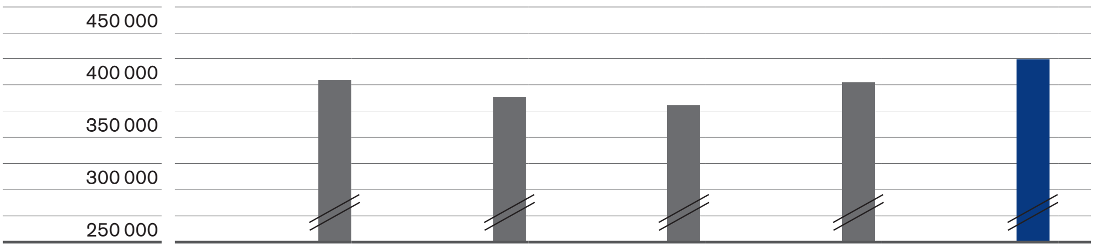
The high volatility in exchange rates following the decision of the Swiss National Bank in January 2015 has impacted the performance of the Group. However, with the continued evolution of the Kudelski Group's business portfolio, the measures undertaken by management as well as a partial recovery of the exchange rates, the Group has decided to raise its full year guidance. For the full year 2015, total revenues and other operating income is expected to be in the range of CHF 920 - CHF 940 million, and operating income is expected to be between CHF 70 - CHF 80 million. This new guidance is subject to exchange rates remaining substantially stable during the second half.

We would like to take this opportunity to thank our clients, partners, employees and shareholders for their continued trust in this challenging environment, where important efforts are required to deliver sustainable results for the future.

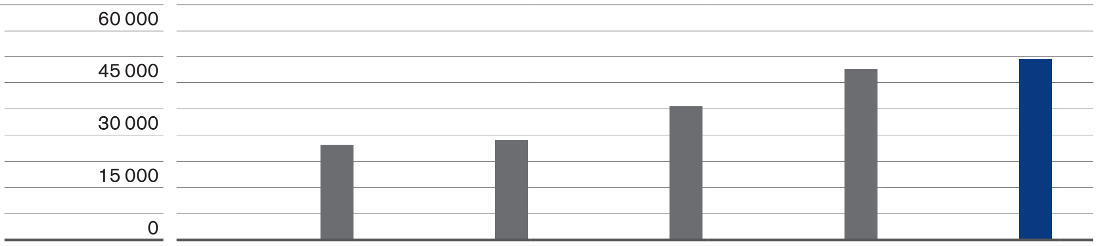
ANDRÉ KUDELSKI
CHAIRMAN AND CHIEF EXECUTIVE OFFICER

KEY FIGURES FIRST HALF 2015*

In CHF '000	2011	2012	2013	2014	2015
Revenues and other operating income	**404 508**	**388 285**	**380 163**	**400 084**	**424 961**

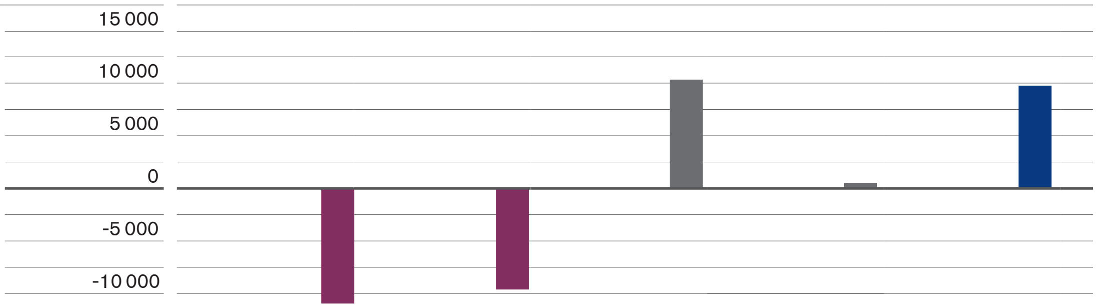


In CHF '000	2011	2012	2013	2014	2015
OIBDA	**27 658**	**28 600**	**37 947**	**48 713**	**51 356**



In CHF '000	2011	2012	2013	2014	2015
Operating income	**-3 088**	**-2 449**	**15 389**	**27 690**	**30 438**

In CHF '000	2011	2012	2013	2014	2015
Net income	**-11 475**	**-9 726**	**10 745**	**595**	**9 774**



*The above key figures represent the latest published figures for any presented accounting period (incl. restatements, where applicable).

FIRST HALF 2015 RESULTS

During the first half 2015, the Kudelski Group grew its consolidated revenues and operating income in spite of significant exchange rate volatility. The Group expanded its distribution capabilities in the Public Access segment and continued to optimize its Integrated Digital TV (iDTV) activities.

In Public Access, the Group acquired 60% of Sentry Control Systems, SKIDATA's largest distributor in the United States, for CHF 14.0 million with an option to acquire the remaining 40% share for an additional CHF 9.9 million of deferred and contingent consideration. SKIDATA also acquired Don Harstad, a smaller distributor in the Midwestern region of the United States, for CHF 0.5 million. In addition, SKIDATA purchased for a nominal amount the intellectual property portfolio of 3M's parking business, gaining privileged access to an installed base of close to 10'000 former 3M parking customers. Finally, following the acquisition of a 50% stake in October 2014, SKIDATA assumed operational control over its Australian distributor, now renamed SKIDATA Australasia Pty Ltd, at the beginning of this year and maintains an option to acquire the remaining shares in this entity. With these acquisitions, SKIDATA significantly expanded its presence outside its traditional European markets and doubled its non-European revenue base in this first half, compared to the first half of last year.

In iDTV, the Group's SmarDTV subsidiary merged EchoStar's European set-top box entities. SmarDTV completed the acquisition of such entities for CHF 0.5 million, thereby extending the Group's set-top box portfolio with a feature-rich set of gateways and set-top boxes. As the identifiable net assets acquired exceed the consideration paid to EchoStar, this transaction qualifies as a bargain purchase for accounting purposes. Hence, a CHF 4.1 million book gain is included in this period's other operating income. This gain is expected to offset restructuring costs to be incurred in the second half. Concurrently with this acquisition, the Group sold 22.5% of SmarDTV's equity and debt to EchoStar for a total cash consideration of CHF 12.7 million.

Finally, the Group continued to extend the scope of its intellectual property licensing activities, signing patent licensing agreements with Netflix, Google, Disney and Bloomberg, resulting in a material positive contribution to the first half's revenues and operating income.

Group revenues for the first half 2015 in constant currency increased by 10.4% over the same period in 2014, primarily driven by the 24.2% constant currency growth of the Public Access segment. Compared to the strong first half 2014, which was supported by the one-time licensing revenues from the Cisco patent licensing agreement, iDTV constant currency revenues for the first half 2015 grew by 6.8%, benefitting in particular from the underlying growth of the core digital TV business.

Reported first half 2015 revenues increased by 5.3% to CHF 416.1 million. The Group reported operating income of CHF 30.4 million, representing growth of 9.7% over the first half 2014. Net income improved from CHF 0.6 million to CHF 9.8 million.

A single digit million currency effect negatively impacted this first half's operating income, as the average USD/CHF rate increased from 0.891 to 0.947 while the closing rate declined from 0.990 to 0.930, and the average and closing EUR/CHF rates declined respectively from 1.221 to 1.058 and from 1.203 to 1.043. The negative currency impact on first half revenues amounted to CHF 20.4 million.

GROUP REVENUES AND PROFITABILITY

Total revenues and other operating income for the first half 2015 increased by CHF 24.9 million to CHF 425.0 million. Revenues grew by CHF 20.8 million, while other operating income increased by CHF 4.0 million, due in particular to the CHF 4.1 million gain from the acquisition of Echo Star's European set-top box operations.

"Margin after cost of material" (a pro-forma, non-IFRS item) increased by CHF 3.7 million to CHF 311.8 million. Relative to total revenues, margin after cost of material decreased from 77.0% to 73.4%, reverting to historical levels, after the one-time increase in the first half of 2014, which was primarily due to the effect of a licensing transaction.

Personnel expenses increased by CHF 5.2 million to CHF 191.8 million during the first half 2015, compared with the same period of 2014, as the Group consolidated the additional operating expenses of its newly acquired subsidiaries. Total Group headcount increased by 369 to 3'403 employees as of June 30, 2015. SKIDATA was the primary driver of this headcount increase, accounting for most of the additional 124 employees in the United States (mainly from the Sentry acquisition) and the additional 56 employees from SKIDATA Australasia. The integration into SmarDTV of the newly acquired operations from EchoStar was the main driver of the Group's headcount expansion in the United Kingdom by 123. In Switzerland, the Group marginally increased overall headcount by 3 employees. Finally, the Group continued to expand its Indian operations, adding another 34 employees in this first half.

Compared to the first half 2014, the Group reduced other operating expenses by CHF 4.1 million to CHF 68.7 million. Development and engineering expenses were CHF 3.2 million lower, with currency effects as the key driver of this cost reduction. The Group also reduced travel, entertainment and lodging expenses as well as administrative expenses in this first half, as compared to the first half 2014.

The Group's operating income before depreciation and amortization was CHF 51.3 million for the first half 2015, a CHF 2.6 million increase over the first half 2014. At CHF 20.9 million, depreciation, amortization and impairment was CHF 0.1 million lower than in the first half 2014, reflecting the reduced levels of capital expenditures over the last four years and in spite of the additional amortization costs related to the acquisitions made by the Group in this first half as well as the 2014 acquisition of Conax. Overall, the Group generated operating income of CHF 30.4 million in the first half 2015, representing a 9.7% improvement compared to the same period of 2014.

At CHF 9.1 million, interest expense for the first half 2015 was CHF 3.7 million higher than in the previous first half, as the Group fully amortized transaction costs related to the syndicated credit facility entered in connection with the Conax acquisition, which was fully repaid in this first half. The Group posted CHF 9.8 million of net finance expenses, primarily due to the negative foreign exchange effects from the declining USD/CHF and EUR/CHF period end rates. Income tax expense decreased by CHF 1.7 million to CHF 2.2 million for the first half 2015. Overall, the Group improved net income by CHF 9.2 million to CHF 9.8 million.

INTEGRATED DIGITAL TV

Reported iDTV revenues increased by 3.2% to CHF 324.4 million for the first half 2015, representing constant currency growth of 6.8% over the prior year period.

The Group's European iDTV business delivered a strong first half 2015, posting constant currency growth of 12.5%. The strong performance of the European business reflects a favorable underlying momentum across the region. With the addition of Conax, the Group also gained an important presence in the Scandinavian region and further expanded its Eastern European footprint.

In the first half 2014, the Group's Americas region grew by 20.5% in constant currency benefitting from the patent licensing agreement with Cisco. In this first half, reported revenues further grew by 1.8%, corresponding to a 0.5% decline in constant currency. The resilience of large North American digital TV customers as well as the revenue contributions from the patent licensing agreements with Netflix, Google, Disney and Bloomberg supported the region's strong results. In addition, the segment's Brazilian business was substantially stable in this first half, while other South American markets, including in particular Peru, experienced positive momentum.

The Asia/Pacific and Africa region posted constant currency growth of 15.1%, as compared with the first half 2014. The Indian market maintained the strong momentum of the second half 2014. Vietnam and Taiwan were additional positive highlights contributing to the region's growth during this first half.

Overall, operating income from the iDTV segment improved by 17.9%, reaching CHF 52.6 million in the first half 2015. The patent licensing agreements with Netflix, Google, Disney and Bloomberg materially contributed to segment profitability and reflects the continued momentum of the Group's IP licensing activities with renowned industry leaders. Finally, the iDTV segment benefits from the consolidation of Conax for the full first half, compared to the consolidation of one quarter in the previous year's period.

PUBLIC ACCESS

SKIDATA posted a strong 24.2% revenue increase in constant currency, reaching CHF 91.7 million for the first half 2015.

In Europe, constant currency revenues were stable. Among the positive highlights, the Austrian market posted solid revenue growth, while Germany and the Scandinavian markets experienced a softer first half.

In the Americas, constant currency revenues increased by 97.1% in the first half 2015. Reported revenues for the region were at CHF 21.0 million compared to CHF 10.4 million in the first half 2014. The first time consolidation of the newly acquired Sentry business was the main factor underlying the high growth rate of this region. With the integration of Sentry, SKIDATA has considerably strengthened its service organization in the parking segment for the United States market, establishing a solid foundation to further grow top line results from this region.

Constant currency revenues for Asia/Pacific and Africa grew by 115.7%, reaching CHF 15.9 million in the first half 2015. This growth reflects the consolidation of SKIDATA Australasia, the newly acquired Australian parking subsidiary. Following this acquisition, Australia is now the second largest Public Access market for SKIDATA after the United States.

Overall, Public Access' operating income for this first half was CHF 6.1 million lower compared to the previous first half, as SKIDATA expanded its operations to support the expected growth acceleration. SKIDATA entered the second half with a backlog of EUR 36 million higher compared to end of June 2014. Such backlog is expected to support the growth momentum in the second half 2015 and result in a recovering full year profitability.

BALANCE SHEET AND CASH FLOW

Total non-current assets decreased by CHF 35.7 in the first half 2015, with tangible fixed assets decreasing by CHF 0.6 million and intangible fixed assets by CHF 18.6 million. The first time consolidation of the Group's newly acquired entities added CHF 30.5 million to tangible and intangible assets, including CHF 18.4 million of goodwill, while foreign exchange effects resulted in a CHF 40.5 million decrease. The Group's continuing tight control over capital expenditures was a further driver of the reduction of non-current assets.

Compared to December 31, 2014, total current assets increased by CHF 32.2 million during the first half 2015. The CHF 12.8 million increase of inventory is mainly due to SKIDATA, which carries a CHF 14.3 million higher inventory compared to the end of last year. SKIDATA materially increased its inventory to enable the delivery of the substantially higher backlog that existed at the end of June. The Group reduced trade accounts receivable by CHF 14.8 million to CHF 205.2 million in this first half, in spite of a CHF 8.0 million increase at SmarDTV. As of June 30, 2015, cash and cash equivalents amounted to CHF 129.5 million.

Total equity declined by CHF 33.8 million, reflecting the positive net income, CHF 16.2 million dividend distribution, negative CHF 37.8 million currency translation adjustment and positive CHF 9.4 million effect from the SmarDTV and the SKIDATA Australasia transactions.

Total non-current liabilities increased by CHF 83.0 million, while total current liabilities decreased by CHF 52.7 million. These changes mainly reflect the CHF 66.2 million increase of long-term financial debt and CHF 37.1 million decrease of short-term financial debt. On May 12, 2015, the Group issued a new CHF 200 million bond with a 1.875% interest rate and maturity of 7 years and 3 months. With the proceeds of this bond, the Group fully repaid the remaining CHF 165 million credit facility obtained in 2014 to finance the acquisition of Conax.

In this reporting period, the Group adopted retrospectively a risk sharing amendment to IAS 19. As a result, employee benefits liabilities decreased by CHF 20.5 million and deferred tax assets decreased by CHF 4.5 million as of the end of June 2015. The prior period's statements are restated accordingly. Employee benefits liabilities at the end of the period were at CHF 60.9 million.
Other long-term liabilities and derivative financial instruments increased by CHF 14.9 million to CHF 18.2 million as of June 30, 2015. With its acquisition of 22.5% of SmarDTV's equity, EchoStar also acquired the same percentage of the company's CHF 30 million debt, resulting in a CHF 6.75 million liability. A CHF 6.9 million increase of deferred/contingent consideration relates to the estimated contingent payment for the future acquisition of the minority interest in Sentry. The CHF 14.9 million decrease of trade accounts payable is mainly driven by a reduction of CHF 10.2 million of payables by SKIDATA.

During the first half 2015, the Group generated CHF 35.4 million of cash from operating activities, representing a decrease of CHF 36.2 million as compared to cash flows generated during the first half of 2014. Change in working capital is the primary driver of this decrease, with a decrease from CHF 28.1 million in the first half 2014 to CHF -10.4 million in the first half of this year, which corresponds to a year-on-year reduction of CHF 38.5 million. The Group used CHF 22.6 million of cash for investing activities. Cash used for purchasing tangible and intangible assets represented CHF 11.5 million during the first half 2015, while cash used for the acquisition of subsidiaries was CHF 12.1 million.

Cash from financing activities amounted to CHF 29.8 million. This includes CHF 199.1 million net proceeds from the new bond and the CHF 165.0 million repayment of the credit facility established in 2014 for the acquisition of Conax. In the first half 2015, Kudelski SA paid a dividend of CHF 16.2 million. Cash from financing activities includes CHF 12.7 million proceeds received for the sale of 22.5% of SmarDTV. Overall, changes in foreign exchange rates had a CHF -5.5 million effect on cash and cash equivalents during the first half 2015.

OUTLOOK

For the full year 2015, the Group expects growing iDTV revenues, as the favorable momentum of this first half is expected to continue in the second half year. Second half iDTV revenues are forecasted to be higher than in the first half. iDTV seasonality patterns for operating income should be similar to last year, with a stronger first half than second half, as the Group benefitted from the one-time patent licensing transactions in the first half of this year. In the Public Access segment, the Group forecasts a continued strong top line growth in the second half, with a seasonality effect more pronounced than in previous years. Public Access's operating income is expected to recover to reach a full year level substantially in line with the previous year's.

CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 AND 2014 (UNAUDITED)

In CHF'000	January/ June 2015	January/ June 2014 (restated)
Revenues	416 142	395 253
Other operating income	8 819	4 831
Total revenues and other operating income	**424 961**	**400 084**
Cost of material, licenses and services	-113 163	-91 954
Employee benefits expense	-191 744	-186 583
Other operating expenses	-68 698	-72 834
Operating income before depreciation, amortization and impairment	**51 356**	**48 713**
Depreciation, amortization and impairment	-20 918	-21 023
Operating income	**30 438**	**27 690**
Interest expense	-9 145	-5 377
Other finance income/(expense), net	-9 752	-281
Share of results of associates	470	315
Income before tax	**12 011**	**22 347**
Income tax expense	-2 237	-3 870
Net income for the period from continuing operations	**9 774**	**18 477**
Net loss from discontinued operations	–	-17 882
Net income for the period	**9 774**	**595**
Attributable to:		
- Equity holders of the company	7 001	-601
- Non controlling interests	2 773	1 196
	9 774	**595**

In first half of 2014, net income attributable to equity holders of the company amounting to kCHF -601 included a loss of CHF -15 710 from discontinued operations and a net income of kCHF 15 109 from continuing operations.

EARNINGS PER SHARE (unaudited)

In CHF	January/ June 2015	January/ June 2014 (restated)
Earnings per bearer share - basic and diluted:		
- from continuing operations	0.1295	0.2803
- from discontinued operations	–	-0.2915
- for the period	0.1295	-0.0112
Earnings per registered share (not listed) - basic and diluted:		
- from continuing operations	0.0129	0.0281
- from discontinued operations	–	-0.0292
- for the period	0.0129	-0.0011

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED JUNE 30, 2015 AND 2014 (UNAUDITED)

In CHF'000	January/ June 2015	January/ June 2014 (restated)
Net income	**9 774**	**595**
Other comprehensive income to be eventually reclassified into the consolidated income statement in subsequent periods:		
Currency translation differences	-37 815	-5 907
Cash flow hedges, net of income tax	-76	143
Net gain on available-for-sale financial assets, net of income tax	-177	170
	-38 068	**-5 594**
Other comprehensive income never to be reclassified into the consolidated income statement in subsequent periods:		
Remeasurements on post employment benefit obligations, net of income tax	-68	-118
Total other comprehensive income, net of income tax	**-38 136**	**-5 712**
Total comprehensive income/(loss) for the period	**-28 362**	**-5 117**
Attributable to:		
- Equity holders of the company	-29 508	-6 374
- Non controlling interests	1 146	1 257
	-28 362	**-5 117**

CONSOLIDATED BALANCE SHEETS AT JUNE 30, 2015 AND DECEMBER 31, 2014 (UNAUDITED)

Assets

In CHF'000	30.06.2015	31.12.2014 (restated)
Non-current assets		
Tangible fixed assets	132 498	133 145
Intangible assets	349 998	368 549
Investment property	1 113	1 347
Investments in associates	3 904	6 217
Deferred income tax assets	55 195	56 310
Financial assets and other non-current assets	39 407	52 233
Total non-current assets	**582 115**	**617 801**
Current assets		
Inventories	59 878	47 083
Trade accounts receivable	205 158	219 998
Other current assets	66 798	70 553
Derivatives financial instruments	870	–
Cash and cash equivalents	129 516	92 382
Total current assets	**462 220**	**430 016**
Total assets	**1 044 335**	**1 047 817**

Equity and liabilities

Capital and reserves		
Share capital	540 848	539 047
Reserves	-146 733	-108 334
Equity attributable to equity holders of the parent	**394 115**	**430 713**
Non controlling interests	25 460	22 731
Total equity	**419 575**	**453 444**
Non-current liabilities		
Long-term financial debt	321 353	255 223
Deferred income tax liabilities	13 405	13 430
Employee benefits liabilities	60 932	58 873
Provisions for other liabilities and charges	–	65
Other long-term liabilities and derivative financial instruments	18 239	3 337
Total non-current liabilities	**413 929**	**330 928**
Current liabilities		
Short-term financial debt	38 686	75 796
Trade accounts payable	37 112	52 134
Other current liabilities	105 664	108 532
Current income taxes	5 828	7 846
Advances received from clients	19 477	13 055
Derivative financial instruments	30	1 086
Provisions for other liabilities and charges	4 034	4 996
Total current liabilities	**210 831**	**263 445**
Total liabilities	**624 760**	**594 373**
Total equity and liabilities	**1 044 335**	**1 047 817**

CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 AND 2014 (UNAUDITED)

In CHF'000	January/ June 2015	January/ June 2014 (restated)
Net income for the period	**9 774**	**595**
Adjustments for net income non-cash items:		
- Current and deferred income tax	2 237	3 876
- Interests, allocation of transaction costs and foreign exchange differences	19 433	4 694
- Depreciation, amortization and impairment	20 918	22 919
- Change in fair value of financial assets at fair value through profit or loss	-2 164	-16
- Share of result of associates	-470	-315
- Non-cash employee benefits expense	4 562	3 169
- Deferred cost allocated to income statement	4 475	4 646
- Additional provisions net of unused amounts reversed	-81	182
- Loss on sales of subsidiaries	–	10 563
- Non-cash government grant income	-2 531	-3 225
- Other non-cash income/expenses	-10 613	-1 268
Adjustments for items for which cash effects are investing or financing cash flows:		
- Other non operating cash items	-42	-3
Adjustements for change in working capital:		
- Change in inventories	-9 972	-1 812
- Change in trade accounts receivable	20 651	41 942
- Change in trade accounts payable	-16 284	-6 515
- Change in deferred costs and other net current working capital headings	-4 836	-5 469
Government grant from previous periods received	5 108	–
Dividends received from associated companies	462	1 178
Interest paid	-4 491	-1 903
Interest received	559	755
Income tax paid	-1 274	-2 447
Cash flow from/(used in) operating activities	**35 421**	**71 546**
Purchases of intangible fixed assets	-4 157	-3 386
Purchases of tangible fixed assets	-7 377	-5 534
Proceeds from sales of tangible and intangible fixed assets	96	112
Investment in financial assets and loan granted	-182	-3 823
Divestments of financial fixed assets and loans reimbursement	1 191	775
Acquisition of subsidiaries, cash outflow	-12 148	-211 523
Disposal of subsidiaries, cash outflow	–	-256
Acquisition of associated companies	–	-2 193
Cash flow from/(used in) investing activities	**-22 577**	**-225 828**
Reimbursement of bank overdrafts, long term loans and other non-current liabilities	-167 190	-33 799
Increase in bank overdrafts, long term loans and other non-current liabilities	200 481	217 908
Proceeds from employee share purchase program	12	16
Dividends paid to non controlling interests	–	-4 455
Dividends paid to shareholders	-16 225	-16 170
Proceeds from a partial sale of subsidiary and loan not resulting in a loss of control	12 741	–
Cash flow from/(used in) financing activities	**29 819**	**163 500**
Effect of foreign exchange rate changes on cash and cash equivalents	-5 529	-171
Net increase/(decrease) in cash and cash equivalents	**37 134**	**9 047**
Cash and cash equivalents at the beginning of the period	92 382	100 273
Cash and cash equivalents at the end of the period	129 516	109 320
Net increase/(decrease) in cash and cash equivalents	**37 134**	**9 047**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE 30, 2015 AND 2014 (UNAUDITED)

In CHF'000	Share capital	Share premium	Retained earnings	Fair value and other reserves	Currency translation adjustment	Non controlling interests	Total equity
January 1, 2014 (restated)	**537 882**	**43 758**	**-45 654**	**-1 577**	**-77 722**	**5 618**	**462 305**
Net result for the period			-601			1 196	595
Other comprehensive (loss) / income for the period			-118	241	-5 896	62	-5 711
Total comprehensive (loss)/income for the period	**–**	**–**	**-719**	**241**	**-5,896**	**1,258**	**-5,116**
Employee share purchase program	21	3					24
Shares issued for employes	1 083	-164					919
Dividend paid to shareholders		-10 780	-5 390				-16 170
Dividend paid to non controlling interests						-4 455	-4 455
June 30, 2014 (restated)	**538 986**	**32 817**	**-51 763**	**-1 336**	**-83 618**	**2 421**	**437 507**
January 1, 2015 (restated)	**539 047**	**32 828**	**-50 789**	**-2 767**	**-87 606**	**22 731**	**453 444**
Net result for the period			7 001			2 773	9 774
Other comprehensive (loss) / income for the period			-68	-335	-36 107	-1 626	-38 136
Total comprehensive (loss)/income for the period	**–**	**–**	**6,933**	**-335**	**-36,107**	**1,147**	**-28,362**
Employee share purchase program	18	-1					17
Shares issued for employes	1 783	-522					1 261
Dividend paid to shareholders		-10 817	-5 408				-16 225
Transaction with non controlling interests			7 858			-1 867	5 991
Non controlling interests arising on business combinations						3 449	3 449
June 30, 2015	**540 848**	**21 488**	**-41 406**	**-3 102**	**-123 713**	**25 460**	**419 575**

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

1. GENERAL INFORMATION

Kudelski SA is listed on the Swiss stock exchange and incorporated and domiciled in Switzerland. Kudelski SA and its subsidiaries (together the "Group") are active in the digital TV and public access businesses. The principal activities of the Group are described in the 2014 annual report.

2. BASIS OF PREPARATION

These interim condensed financial statements for the six month ended June 30, 2015 have been prepared in accordance with IAS 34, "Interim Financial Reporting". The interim condensed financial statements do not include all information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended December 31, 2014.

3. ACCOUNTING POLICIES

The accounting policies adopted are consistent with those followed in the preparation of the Group's annual financial statements for the year ended December 31, 2014, except for the adoption of new standards and interpretations as of January 1, 2015 described below.

In the current financial year, the Group has retrospectively adopted an amendment to IAS 19R (2011). Note 13 describes the financial effects of the adoption of the amendment and change in accounting policy.

The Group applied for the first time the amendments included in the annual improvement to IFRSs 2010-2012 and 2011-2013 cycles, effective from July 1, 2014. These amendments had only limited impact on the accounting policies, financial position or performance of the Group.

4. SEASONALITY

In the Integrated Digital Television business, Christmas sales usually lead to higher volumes, and therefore higher revenues, in the last quarter for certain customers where the sale model applies. Revenues generated under the service model have limited seasonality. This operating segment may also be subject to abnormal seasonality due to bulk orders of smart cards from large customers (e.g. for swap outs) and due to products and services delivered to newly acquired customers as well as large patent licensing contracts.

The Public Access segment (SKIDATA) has strong seasonal revenue variations, in particular in the ski access business since it earns most of its revenues in the fourth quarter.

5. SHARE-BASED PAYMENTS

As of June 30, 2015, 1 800 bearer shares have been underwritten by employees in accordance with the articles of the Employee Share Plan. The attributable expense in the income statement is kCHF 5.

6. IMPAIRMENT OF INTANGIBLES FIXED ASSETS

In 2015, impairments of kCHF 452 relate to developments that have been terminated.

7. FINANCIAL DEBT

On May 12, 2015, Kudelski SA raised CHF 200 million term debt through the issuance of a fixed rate domestic straight bond. The bonds bear a 1.875% coupon and have a term of 7 years and 3 months with a final maturity on August 12, 2022. The bonds are measured at amortized cost using the effective interest rate method. The proceeds amounted to CHF 199.1 million net of issuance costs of CHF 0.9 million resulting in an effective interest rate of 1.97%. The Group used a portion of the net proceeds to repay the outstanding CHF 165 million committed long term credit facility of CHF 235 million maturing in June 2019 that was initially obtained for the acquisition of Conax AS.

8. DIVIDEND

On April 9, 2015, the Group paid a distribution of CHF 0.30 per bearer share and CHF 0.03 per registered share. The distribution amounted to kCHF 16 225.

9. DISCONTINUED OPERATIONS

DIVESTMENTS

No divestment arose during the first-half 2015.

On May 2, 2014 the Group disposed of its 100% owned embedded card-based product manufacturer NagraID SA, based in La Chaux-de-Fonds, to a group of investors including NagraID's management team. NagraID's intellectual property was transferred to the Group prior to disposal. No cash consideration was involved. Total consideration included contingent assets (earn-out payments and profit sharing on disposal of some underlying assets of the company).

DISCONTINUED OPERATIONS

The decision of Kudelski SA's Board during first-half 2014 to dispose of its manufacturing units for smartcards including NagraID and NagraID Security has led the Group to treat those companies as discontinued operations. These businesses mainly operate their manufacturing activities in different geographical areas than the core iDTV businesses, and represent a significant portion of the Group's costs.

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

Financial information relating to the manufacturing smartcard units' operations for 2014 to the date of disposal or reporting date is set out below. Such information includes intercompany transactions with other Group companies that are not discontinued.

In CHF'000	January/June 2014
Revenues	10 927
Expenses	-17 563
Operating income	**-6 636**
Finance costs	-677
Net income before tax from discontinued operations	**-7 313**
Income tax	-6
Net income after tax from discontinued operations	**-7 319**
Pre-tax loss recognised on disposal of discontinued operations	-10 563
Income tax	–
Post-tax loss recognised on disposal of discontinued operations	-10 563
Net income from discontinued operations	**-17 882**

The above revenues include kCHF 5 306 with continuing operations of Group subsidiaries.

The cash flows relating to the operating, investing and financing activities of the discontinued operations which are included in the cash flow statement are as follows:

In CHF'000	January/June 2014
Operating	-1 874
Investing	-868
Financing	1 721

10. TRANSACTION WITH NON CONTROLLING INTERESTS

On May 13, 2015, the Group closed a transaction whereby it sold to EchoStar 22.5% of SmarDTV SA and 22.5% of SmarDTV's CHF 30 million long-term Group loan for a cash and a share consideration. The cash consideration consisted of a payment equivalent to kCHF 12 741 of which kCHF 6 750 is attributable to the sale of the long-term loan and kCHF 5 991 to the equity sale. The consideration in shares consists of the entire share capital of Eldon Technology Limited (UK), Echostar Technologies Limited (UK), DCS Copy Protection Limited (UK) and EIC Spain II S.L. (Spain). The transaction includes a working capital adjustment mechanism in connection with consideration received in shares. As a result, the Group recognized a debt against Echostar of kCHF 530.

The acquisition of a controlling interest in an unrelated entity in exchange for a non-controlling interest in a wholly owned subsidiary is treated as a business combination. The sale of ownership interest that does not result in a loss of control is accounted for as an equity transaction (transaction with non-controlling interest). The Group determined the fair value of the acquired unrelated entities as being nil before the working capital adjustment, as the acquired companies had no viable operations on a stand-alone basis and a material restructuring was required (see Business Combinations). Thus, the full cash consideration received is attributed to the sale of the non-controlling interest, resulting in a gain of kCHF 7 858, recognized in equity.

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

11. BUSINESS COMBINATIONS

ARISING IN 2015

In exchange of 22.5% of SmarDTV SA and a cash payment (see Transaction with Non-Controlling Interests), SmarDTV SA acquired 100% of the share capital of Eldon Technology Limited (UK), Echostar Technologies Limited (UK), DCS Copy Protection Limited (UK) and EIC Spain II S.L. (Spain), resulting in the Group owning a 77.5% interest in those companies through SmarDTV SA. The acquired companies are active in the set-top-box industry. Through this acquisition, SmarDTV benefits from extended engineering capabilities. The Group determined for this acquisition a fair value of nil and only considered as purchase price the working capital adjustment amounting to kCHF 530.

The acquisition of these companies qualifies as a 'bargain purchase' as the amounts of the identifiable net assets acquired exceed the sum of the value of consideration transferred and the non-controlling interest in the acquired companies. The bargain purchase results from the acquisition of loss-making operations for which material restructuring costs will be incurred. As a result, we recognized a gain amounting to kCHF 4 135 in the income statement which is disclosed under 'other operating income'.

This transaction did not give rise to material external acquisition costs. The gross contractual amount of trade receivables is kCHF 1 304 which are considered to be fully collectable, leading to a fair value of kCHF 1 304.

On January 7, 2015, SKIDATA Inc., USA, signed a share purchase agreement whereby it acquired 60% of the shares of Sentry Control Systems LLC, USA, for consideration of kCHF 13 999. Sentry Control Systems provides premium parking solutions and is Skidata's largest distributor in the US. Hence, this acquisition allows Skidata to strengthen its position in the US market. The agreement includes option mechanisms for the seller to sell and for the purchaser to buy the remaining shares. If the options are not exercised, the agreement stipulates that Skidata will subsequenty acquire the remaining 40% for a fixed amount and a contingent consideration based on the target's revenue, gross margin and free cash flow. The fixed amount to be paid for the acquisition of the remaining 40% interest is structured as four payments of USD 2 million each, payable yearly on March 31, 2016 to 2019, resulting in a transfer to Skidata of a 10% interest each year. The Group considered a 100% interest and recognized a deferred/contingent consideration for the 40% share resulting in a total acquisition cost of kCHF 23 906.

The goodwill arising from this acquisition amounts to kCHF 18 449 and is allocated to the Public Access operating segment. The goodwill arises from a number of factors including expected synergies resulting from acquiring a workforce experienced in service support as well as a valuable sales knowledge and expertise in the relevant market. None of the goodwill is expected to be deductible for tax purposes. Acquisition related costs of kCHF 300 are included in other operating expenses. The gross contractual amount of trade receivables of kCHF 7 046 is expected to be fully collectable leading to a fair value of kCHF 7 046.

Starting January 1, 2015, the Group gained control over SKIDATA Australasia Pty Ltd without any additional consideration paid and since that date the company is accounted for as a subsidiary. The Group initially acquired 50% interest in its Australian distributor and partner WTS (renamed into SKIDATA Australasia Pty Ltd following the acquisition) in 2014 and treated it as an associate for accounting purposes. The purchase agreement included a call option whereby the Group had the ability to purchase the remaining 50% interest in the company from January 1, 2015. A non-controlling interest of kCHF 2 095 and no goodwill arose from this business combination. The gross contractual amount of trade receivables due is kCHF 5 862, which are considered to be fully collectable, leading to a fair value of kCHF 5 862.

In 2015, SKIDATA also completed a non-significant asset deal in the United States acquiring assets of a smaller distributor for an aggregate amount of CHF 0.5 m qualifying for as business combination according to IFRS 3.

From the date of acquisition, the acquired companies have contributed kCHF 24 560 of revenues and kCHF -2 283 to the net income to the continuing operations of the Group. If the acquisition had taken place on January 1, revenues from continuing operations would have been approximately kCHF 422 261 and the net income from continuing operations for the period for the Group would have been approximately kCHF 9 479.

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

ARISING IN 2014

On April 7, 2014, the Group purchased 100% of Conax AS, Norway, from Telenor Broadcast Holding AS, for total consideration of kCHF 211 904. Conax AS is a global provider of content protection for digital TV services over broadcast, broadband and connected devices. The goodwill arising from this acquisition amounted to kCHF 144 980 and was allocated to the Integrated Digital Television operating segment. The goodwill arose from a number of factors including expected synergies considered when purchasing the company, a highly skilled and experienced workforce, as well as a complementary geographic footprint and solution portfolio. With this acquisition, the Group further expended its customer portfolio in Asia, Latin America, Eastern Europe and Scandinavia. Conax's customer base will benefit of the Group's broad portfolio of best-in-class products.

Acquisition-related costs of kCHF 1 772 have been charged to Other operating expenses in the consolidated income statement for the period. The gross contractual amount of trade receivables due is kCHF 20 088, of which kCHF 528 is expected to be uncollectable, leading to a fair value of kCHF 19 559. From the date of acquisition, Conax AS has contributed kCHF 23 894 of revenues and kCHF 2 456 to the net income from the continuing operations of the Group in the first half 2014. If the acquisition had taken place on January 1, revenue from continuing operations would have been approximately kCHF 419 776 and the net income from continuing operations for the period would have been approximately kCHF 22 773.

CONSIDERATION TRANSFERED AND FAIR VALUE OF IDENTIFIABLE ASSETS AND LIABILITIES

The fair values of the identifiable assets and liabilities for all Business Combinations as at the date of acquisition were as follows:

In CHF'000	Fair value of assets acquired 30.06.2015	Fair value of assets acquired 30.06.2014
Tangible fixed assets	7 262	2 719
Intangible fixed assets (Goodwill excl.)	4 812	74 933
Other non current assets	39	–
Trade accounts receivable	15 165	19 559
Other current assets	11 199	6 182
Cash and cash equivalents	2 307	381
Trade accounts payable	-9 946	-5 148
Other current liabilities	-10 041	-31 702
Non current liabilities	-4 675	–
Total identified net assets	**16 122**	**66 924**
Non controlling interest resulting from a business combination	-3 449	–
Group's net asset portion prior to gain in control	-2 095	–
Goodwill	18 449	144 980
Bargain purchase	-4 135	–
Total consideration	**24 892**	**211 904**
Total consideration, of which:		
- cash	14 455	211 904
- deferred	7 140	–
- contingent	3 297	–
Total consideration	**24 892**	**211 904**

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

12. FINANCIAL INSTRUMENTS - FAIR VALUE DISCLOSURES

The table below illustrates the three hierarchical levels for valuing financial instruments carried at fair value as of June 30, 2015 and December 31, 2014. For additional information on the levels and valuation methods, please refer to note 47 to the consolidated financial statement in the 2014 annual report.

In CHF'000		30.06.2015	31.12.2014
Financial assets:			
- marketable securities	Level 1	545	1 237
- derivative financial instruments	Level 2	870	–
- equity instuments with no quoted market price	Level 3	400	400
- contingent asset	Level 3	7 031	7 031
Total financial assets		**8 846**	**8 668**
Financial liabilities:			
- derivative financial instruments	Level 2	326	1 572
- contingent liabilities	Level 3	4 678	1 381
Total financial liabilities		**5 004**	**2 953**

The fair value of Level 3 equity instrument with no quoted market price is determined using a discounted cash flow method provided by the company on a yearly basis. During the six-month period ended June 30, 2015, there were no transfers from one level to another. A Level 3 contingent asset consisting of an earn-out has been calculated using projections of revenues of a disposed company, as estimated by management. The fair value measurement uses a 5% discount rate.

Level 3 contingent liabilities consists of earn-out payments calculated on companies that have been acquired. The fair value is measured using projections reviewed by management, and discount rate comprised between 5.0 and 7.6%.

Reconciliation of level 3 fair values:

The following table shows a reconciliation for the level 3 fair values:

In CHF'000	Equity instruments with no quoted market price	Contingent assets	Contingent liabilities
Balance at January 1, 2015	400	7 031	-1 381
Assumed in a business combination	–	–	-3 297
Currency translation adjustment	–	–	199
Balance at June 30, 2015	**400**	**7 031**	**-4 479**

Except as detailed below, management considers that the carrying amount of financial assets and liabilities recorded at amortized cost is a reasonable approximation of fair value:

In CHF'000	Carrying amount 30.06.2015	Fair value 30.06.2015
Financial liabilities		
- CHF 110 million bond	109 477	113 631
- CHF 200 million bond	199 136	199 900

The fair value of the bonds are based on their market price.

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

13. IMPACT OF CHANGES IN ACCOUNTING POLICIES

The impact of changes in accounting policies relates to the adoption of an amendment to IAS 19R (2011). The amendment, issued in November 2013, clarifies the application of IAS 19R to post-employment benefit plans that require employees or third parties to contribute towards the cost of benefits. The amendment allows contributions that are linked to service, and do not vary with length of employee service, to be deducted from the cost of benefits earned in the period that the service is provided (e.g. contributions dependent on the employee's age or contributions that are a fixed percentage of the employee's salary). The Group elected to apply this amendment as it better approximates the Swiss pension commitment.

The impact of the adoption of the IAS 19 amendment on the balance sheet is as follows:

In CHF'000	**30.06.2015**	**31.12.2014**
Decrease in the defined obligation plan (non-current)	20 520	20 378
Decrease in deferred tax assets (non-current)	-4 518	-4 487
Increase in deferred tax liabilities (non-current)	–	-13
Decrease in other current liabilities (current)	–	194
Net impact on equity	**16 002**	**16 072**
Equity attributable to equity holders of the parent	16 002	16 072
Non controlling interests	–	–

The impact of the adoption of the IAS 19 amendment on the income statement is as follows:

In CHF'000	**30.06.2015**	**30.06.2014**
Decrease in employees benefits expense	–	–
Decrease in interest expense	142	217
Increase in current tax expense	-31	-47
Impact on net profit for the year (continuing operations)	**111**	**170**
Attributable to equity holders of the parent	111	170
Non controlling interests	–	–

There was no impact on comprehensive income and no material impact on the Group's interim condensed consolidated statement of cash flows or basic and diluted EPS.

14. PRINCIPAL CURRENCY TRANSLATION RATE

	Period end rates used for the consolidated balance sheets		**Average rates used for the consolidated income and cash flow statements**	
	30.06.2015	**31.12.2014**	**30.06.2015**	**30.06.2014**
1 USD	0.930	0.990	0.947	0.891
1 EUR	1.043	1.203	1.058	1.221

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2015 (UNAUDITED)

15. OPERATING SEGMENTS

IFRS 8 requires operating segments to be identified based on internal reporting that is regularly reviewed by the chief operating decision maker. Group operating segments represent strategic business units that offer products and services for which such internal reporting is maintained. The chief operating decision maker reviews the internal segment reporting in order to allocate resources to the segments and assess their performance.

The Group is organized operationally on a worldwide basis into two operating segments which are reflected in internal management reporting:
- Integrated Digital Television
- Public Access

The Integrated Digital Television division provides end-to-end integrated solutions, including open conditional access solutions, which allow TV operators and content providers to operate a wide range of high value-added pay TV services on a secure platform, and middleware software solutions for set-top-boxes and other consumer devices, enabling an advanced end-user experience.

The Public Access division provides access control systems and ticketing services for ski lifts, car parks, stadiums, concert halls and major events. The measure of income presented to manage segment performance is the segment operating income (loss). Segment operating income (loss) is based on the same accounting policies as consolidated operating income (loss) except that intersegment sales are eliminated at the consolidation level. Income and expenses relating to Corporate include the costs of Group headquarters and the items of income and expense which are not directly attributable to specific divisions. These elements are reported under the "Corporate common functions".

Reportable segment assets include total assets allocated by segment with the exclusion of Intersegment balances, which are eliminated. Unallocated assets include assets managed on a centralized basis, included in the reconciliation to Balance sheet assets.

In CHF'000	Integrated Digital Television January/ June 2015	Integrated Digital Television January/ June 2014 (restated)	Public Access January/ June 2015	Public Access January/ June 2014 (restated)	Total January/ June 2015	Total January/ June 2014 (restated)
Total segment Revenues	**324 565**	**314 900**	**91 773**	**81 086**	**416 338**	**395 986**
Inter-segment revenues	-196	-733	–	-1	-196	-734
Revenues from external customers	**324 369**	**314 167**	**91 773**	**81 085**	**416 142**	**395 252**
Depreciation and amortisation	-16 532	-17 204	-3 925	-3 803	-20 457	-21 007
Impairment	-460	-16	–	–	-460	-16
Operating income - excluding corporate common functions	**52 595**	**44 575**	**-13 916**	**-7 839**	**38 679**	**36 736**
Corporate common functions					-8 241	-9 046
Interest expense and other Finance income/(expense), net					-18 896	-5 658
Share of result of associates					470	315
Income before tax					**12 012**	**22 347**
	30.06.2015	31.12.2014 (restated)	30.06.2015	31.12.2014 (restated)	30.06.2015	31.12.2014 (restated)
Total segment Assets	**827 661**	**859 840**	**173 565**	**163 703**	**1 001 226**	**1 023 543**

In CHF'000	30.06.2015	31.12.2014 (restated)
Total Segment Assets	1 001 226	1 019 056
Cash & Cash equivalents	32 557	14 981
Other current assets	396	3 198
Financial assets and other non-current assets	10 156	10 582
Total Assets as per Balance Sheet	**1 044 335**	**1 047 817**

Release of 2015 financial results:
18 February 2016

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