

Consolidated interim income statement

EUR millions	Jan. to June 2013	(%)	Jan. to June 2012	(%)
Net revenues	227.3	100.0%	239.8	100.0%
Cost of goods and services sold	-167.5	-73.7%	-181.8	-75.8%
Gross profit	59.8	26.3%	58.0	24.2%
Marketing and sales expenses	-27.4	-12.1%	-28.5	-11.9%
Administrative expenses	-16.3	-7.2%	-16.1	-6.7%
Development expenses	-2.8	-1.2%	-2.6	-1.1%
Other operating income	2.6	1.1%	2.6	1.1%
Other operating expenses	-1.3	-0.6%	-1.1	-0.5%
Operating result (EBIT)	14.6	6.4%	12.3	5.1%
Financial result, net	-1.2	-0.5%	-1.4	-0.6%
Result for the period before tax	13.4	5.9%	10.9	4.5%
Income tax expense	-2.6	-1.1%	-1.8	-0.8%
Result for the period	10.8	4.8%	9.1	3.8%
Earnings per share for the period, Kardex AG (EUR) ¹ :	1.40		1.17	

¹ No dilutive effect occurred in 2013 and 2012, the diluted result per share is the same as the basic result per share (net result to average number of outstanding shares).

Consolidated interim balance sheet

EUR millions	30.06.2013	31.12.2012
Property, plant and equipment	50.8	51.5
Intangible assets	5.0	5.0
Financial assets	6.6	7.0
Non-current assets	62.4	63.5
Inventories and work in progress	30.3	30.0
Trade accounts receivable	82.8	92.3
Other receivables	10.1	11.0
Prepaid expenses	5.7	4.9
Cash and cash equivalents	37.8	34.1
Current assets	166.7	172.3
Assets	229.1	235.8
Share capital	59.9	59.9
Capital reserves	76.4	83.8
Retained earnings incl. translation differences	-47.0	-57.8
Treasury shares	-0.1	-0.5
Equity	89.2	85.4
Non-current financial liabilities	9.9	15.3
Non-current provisions	20.5	21.4
Non-current liabilities	30.4	36.7
Trade accounts payable	41.8	52.6
Current financial liabilities	10.7	6.4
Current provisions	6.4	7.4
Accruals	29.4	25.3
Other current liabilities	21.2	22.0
Current liabilities	109.5	113.7
Liabilities	139.9	150.4
Equity and liabilities	229.1	235.8

Consolidated interim cash flow statement

EUR millions	Jan. to June 2013	Jan. to June 2012
Result for the period	10.8	9.1
Depreciation on property, plant and equipment and amortization on intangible assets	4.7	5.3
Changes in pension assets, provisions and pension liabilities	-2.0	0.3
Other non-cash items	0.2	-0.1
Cash flow before change in net current assets	13.7	14.6
Change in accounts receivables	9.3	6.5
Change in inventories and work in progress	-0.3	2.5
Change in other receivables and prepaid expenses	1.0	-0.7
Change in accounts payables	-10.8	-4.3
Change in other current liabilities and accruals	2.6	-4.8
Net cash flow from operating activities	15.5	13.8
Purchase of property, plant and equipment	-2.1	-1.7
Sale of property, plant and equipment	-	0.2
Purchase of intangible and financial assets	-1.0	-0.5
Sale of intangible and financial assets	-0.2	-
Net cash flow from investing activities	-3.3	-2.0
Free cash flow	12.2	11.8
Acquisition of treasury shares	-	-0.1
Disposal of treasury shares	0.4	0.1
Changes in current financial liabilities	-5.0	-2.9
Changes in non-current financial liabilities	3.9	-14.4
Dividend paid	-7.4	-
Net cash flow from financing activities	-8.1	-17.3
Effect of foreign currency translation differences on cash and cash equivalents	-0.4	0.4
Net change in cash and cash equivalents	3.7	-5.1
Cash and cash equivalents at 1 January	34.1	36.9
Cash and cash equivalents at 30 June	37.8	31.8
Net change in cash and cash equivalents	3.7	-5.1

Notes to the consolidated interim financial statements

1. General information

The unaudited consolidated interim financial statements of the Kardex Group include Kardex AG and its subsidiaries (referred to collectively as the "Group"). Kardex AG is the Group's parent company, a limited company under Swiss law, which is registered and domiciled in Zurich, Switzerland. Kardex AG is listed on the SIX Swiss Exchange.

The Group's half-year statements are prepared in compliance with Swiss GAAP FER (Swiss Accounting and Reporting Recommendations). The half-year financial statements should be read in conjunction with the consolidated financial statements compiled for the financial year ending 31 December 2012 as they represent an up-date of the last complete set of financial statements.

The Board of Directors approved these consolidated interim financial statements on 21 August 2013 and released them for publication.

Explanatory notes to the consolidated interim financial statements

1. Segment reporting

The Kardex Group comprises three business segments. Kardex Remstar develops, produces, sells and services dynamic storage, retrieval and distribution systems worldwide. Kardex Stow develops, produces and sells static storage systems in Europe and China, while Kardex Mlog develops, produces, sells and services stacker cranes, conveyor technology, as well as automated warehouse and materials handling systems, primarily in Germany.

Since Kardex sold its division Kardex Stow by 31 July 2013, Kardex Stow is shown separately as a discontinued operation.

Segment reporting at 30 June 2013 / Income statement

EUR millions	Operating segments				Continued Kardex Group	Dis- continued Kardex Stow	Elimina- tions	Kardex Group
	Kardex Remstar	Kardex Mlog	Kardex AG Zurich	Elimina- tions				
Net revenues, third party								
– Europe, Middle East and Africa	86.0	29.8	–	–	115.8	72.5	–	188.3
– Asia/Pacific	8.5	–	–	–	8.5	7.5	–	16.0
– Americas	17.0	1.9	–	–	18.9	4.1	–	23.0
Total net revenues, third party	111.5	31.7	–	–	143.2	84.1	–	227.3
Net revenues, with								
other operating segments	–	–	–	–	–	0.7	–0.7	–
Net revenues	111.5	31.7	–	–	143.2	84.8	–0.7	227.3
Cost of goods and services sold	–71.8	–27.0	–	–	–98.8	–69.4	0.7	–167.5
Gross profit	39.7	4.7	–	–	44.4	15.4	–	59.8
Gross profit margin	35.6%	14.8%			31.0%	18.2%		26.3%
Marketing and sales expenses	–16.3	–2.7	–	–	–19.0	–8.4	–	–27.4
Administrative expenses	–10.0	–1.9	–2.5	0.9	–13.5	–3.2	0.4	–16.3
Development expenses	–2.4	–0.2	–	–	–2.6	–0.2	–	–2.8
Other operating income	0.8	0.3	1.7	–1.3	1.5	1.1	–	2.6
Other operating expense	–0.9	–	–	–	–0.9	–0.4	–	–1.3
Operating result (EBIT)	10.9	0.2	–0.8	–0.4	9.9	4.3	0.4	14.6
EBIT margin	9.8%	0.6%			6.9%	5.1%		6.4%
Depreciation and amortization	2.5	0.2	0.1	–	2.8	1.8	–	4.6
EBITDA	13.4	0.4	–0.7	–0.4	12.7	6.1	0.4	19.2
EBITDA margin	12.0%	1.3%			8.9%	7.2%		8.4%
Number of employees on 30 June (full-time equivalents)	1 208	246	8	–	1 462	649	–	2 111

Eliminations concern intra-Group transactions.

Segment reporting at 30 June 2012/Income statement

EUR millions	Operating segments				Continued Kardex Group	Dis- continued Kardex Stow	Elimina- tions	Kardex Group
	Kardex Remstar	Kardex Mlog	Kardex AG Zurich	Elimina- tions				
Net revenues, third party								
– Europe, Middle East and Africa	86.9	35.3	-	-	122.2	80.0	-	202.2
– Asia/Pacific	7.4	-	-	-	7.4	6.1	-	13.5
– Americas	22.9	-	-	-	22.9	1.2	-	24.1
Total net revenues, third party	117.2	35.3	-	-	152.5	87.3	-	239.8
Net revenues, with								
other operating segments	0.1	0.4	-	-0.5	-	1.4	-1.4	-
Net revenues	117.3	35.7	-	-0.5	152.5	88.7	-1.4	239.8
Cost of goods and services sold	-77.3	-32.8	-	0.5	-109.6	-73.6	1.4	-181.8
Gross profit	40.0	2.9	-	-	42.9	15.1	-	58.0
Gross profit margin	34.1%	8.1%			28.1%	17.0%		24.2%
Marketing and sales expenses	-17.9	-2.4	-	-	-20.3	-8.2	-	-28.5
Administrative expenses	-10.0	-1.8	-2.9	0.8	-13.9	-2.7	0.5	-16.1
Development expenses	-2.2	-0.1	-	-	-2.3	-0.3	-	-2.6
Other operating income	1.4	0.3	1.4	-1.2	1.9	1.0	-0.3	2.6
Other operating expense	-0.5	-0.2	-0.2	-	-0.9	-0.4	0.2	-1.1
Operating result (EBIT)	10.8	-1.3	-1.7	-0.4	7.4	4.5	0.4	12.3
EBIT margin	9.2%	-3.6%			4.9%	5.1%		5.1%
Depreciation and amortization	3.0	0.3	0.1	-	3.4	1.9	-	5.3
EBITDA	13.8	-1.0	-1.6	-0.4	10.8	6.4	0.4	17.6
EBITDA margin	11.8%	-2.8%			7.1%	7.2%		7.3%
Number of employees on 30 June (full-time equivalents)	1 180	258	8	-	1 446	622	-	2 068

Eliminations concern intra-Group transactions.

2. Significant changes

Compared to the beginning of the year, the balance sheet total decreased slightly by 2.8%. On the assets side the trade accounts receivable decreased by EUR 9.5 million, due to lower revenues for the first half year and enhanced collection efforts on outstanding receivables, whereas cash increased by EUR 3.7 million. On the liabilities side trade accounts payable decreased by EUR 10.8 million, mainly relating to earlier payment of vendors with cash discounts and lower revenues. On the other hand accruals increased by EUR 4.1 million due to outstanding supplier invoices.

EBIT increased by EUR 2.3 million resp. 18.7% compared to the first six months in 2012 due to the improved gross profit margin of 26.3% and a reduction in sales and marketing expenses of EUR 1.1 million, which is mainly attributable to the lower sales volume.

3. Discontinued Operation

On 8 May 2013 Kardex Stow and the French-based Averys Group announced their plans to join forces. Averys Group acquired the division Kardex Stow from the Kardex Group as per 31 July 2013 and the combined group is one of the leading European providers in the industry with annual sales of around EUR 350 million.

Kardex Stow division realized net sales from goods and services of EUR 84.1 million in the reporting period. This divestment affects mainly the geographical market "Europe, Middle East and Africa" and the market "Asia Pacific", while the market "Americas" will only experience a minor effect. The operating result (EBIT) amounts to EUR 4.3 million. For further details consult note 1, segment reporting.

Kardex Stow holds subsidiaries in Belgium, France, Germany, Austria, China, Czech Republic, Netherlands, Poland, Slovakia and in the United Kingdom. The local entities of the remaining divisions Kardex Remstar and Kardex Mlog are not affected or influenced by this divestment.

The cash flow statement for the division Kardex Stow see below:

EUR millions	Jan. to June 2013
Net cash flow from operating activities	6.1
Net cash flow from investing activities	-1.6
Free cash flow	4.5
Net cash flow from financing activities	-1.9
Net change in cash and cash equivalents	2.6

4. Earnings per share

	30.06.2013	30.06.2012
Number of outstanding shares at the beginning of the interim period	7 708 500	7 726 851
Purchases of treasury shares	-	-7 000
Disposals of treasury shares	17 188	6 709
Number of outstanding shares at the end of the interim period	7 725 688	7 726 560
Weighted average number of outstanding shares	7 708 500	7 727 430
Net result Group (EUR)	10 815 000	9 053 000
Basic earnings per share (EUR)	1.40	1.17
Diluted earnings per share (EUR)	1.40	1.17

5. Contingent liabilities

The Group is currently involved in various litigations arising in the course of business. The Group does not anticipate that the outcome of these proceedings, either individually or in sum, will have a material effect on its financial or income situation.

6. Events after the balance sheet date

On 31 July 2013 all necessary approvals of the competition authorities were received, all pre-closing conditions were fulfilled and the closing agreement between Kardex AG and Averys was signed. Since this date Stow International and its subsidiaries are not anymore part of the Kardex Group.

No other events have taken place between 30 June 2013 and 21 August 2013 that would require an adjustment of the carrying amounts of assets and liabilities of the Group or need to be disclosed here.

Agenda

Ausserordentliche Generalversammlung:
Mittwoch, 25. September 2013
SIX Swiss Exchange, Zürich

Medien- und Analystenkonferenz zum Jahresabschluss 2013,
Publikation Geschäftsbericht 2013:
Donnerstag, 13. März 2014
SIX Swiss Exchange, Zürich

Generalversammlung:
Donnerstag, 24. April 2014
SIX Swiss Exchange, Zürich

Der Halbjahresbericht erscheint in Deutsch und Englisch, der Finanzteil nur in Englisch.

All statements in this report, other than those based on historical fact, are forward-looking and provide no guarantee of future performance. They cover risks and uncertainties including, but not restricted to, future global economic conditions, exchange rates, statutory requirements, market conditions, activities of competitors and other factors beyond the company's control.

Herausgeberin:
Kardex AG, Zürich

Publishingsystem:
ns.publish, Feldegg Medien AG, Schwerzenbach, ZH