

Key figures Group

Key figures Oerlikon Group

in CHF million	January 1 to June 30, 2009 unaudited	January 1 to June 30, 2008 unau- dited, restated ¹
Orders received ²	1 585	2 604
Orders on hand ²	1 145	1 802
Sales ²	1 428	2 382
EBITDA ²	-41	223
- as % of sales	-3%	9%
EBIT ^{2,3}	-164	-147
- as % of sales	-11%	-6%
Net result	-99	-313
- as % of sales	-7%	-13%
- as % of equity attributable to shareholders of the parent	-10%	-29%
Cash flow from operating activities ⁴	-28	197
Capital expenditure for fixed and intangible assets ²	80	140
Total assets (June 30, 2009 / December 31, 2008)	5 048	5 476
Equity attributable to shareholders of the parent (June 30, 2009 / December 31, 2008)	1 036	1 093
- as % of total assets	21%	20%
Net liquidity (June 30, 2009 / December 31, 2008) ⁵	-1 742	-1 586
Net assets (June 30, 2009 / December 31, 2008) ⁶	2 977	2 919
EBIT as % of net assets (RONA)	-6%	-5%
Number of employees ²	16 492	18 592
Personnel expenses ²	538	656
Research and development expenses ⁷	100	129

¹ The reclassifications compared to the prior year report concerns assets and liabilities held for sale and discontinued operations.

² Continued operations, 2008 restated.

³ For 2009, continued operations of Oerlikon Group report an EBIT before restructuring of minus CHF 138 million. The Group EBIT before restructuring including discontinued operations amounted to minus CHF 146 million.

⁴ Before changes in net current assets.

⁵ Net liquidity includes marketable securities, treasury shares at market value as of June 30 as well as short-term and long-term debt.

⁶ Net assets include current and non-current operating assets (excluding cash, financial assets, current tax receivables and assets classified as held for sale) less operating liabilities (excluding financial liabilities, tax provisions and liabilities classified as held for sale).

⁷ Research and development expenses include expenses recognized as intangible assets in the amount of CHF 11 million (previous year: CHF 19 million).

Consolidated income statement

in CHF million	January 1 to June 30, 2009 unaudited	January 1 to June 30, 2008 unau- dited, restated ¹
Sales of goods	1 233	2 038
Services rendered	195	344
Total sales	1 428	2 382
Cost of sales	-1 208	-1 837
Gross profit	220	545
Marketing and selling	-118	-159
Research and development	-100	-118
Administration	-125	-166
Impairment of goodwill	0	-250
Restructuring costs	-26	-13
Other income	17	30
Other expenses	-32	-16
Result before interest and taxes (EBIT)	-164	-147
Financial income	2	6
Financial expenses	-51	-53
Result before taxes (EBT)	-213	-194
Income taxes	2	-28
Result from continued operations	-211	-222
Result from discontinued operations	112	-91
Net result	-99	-313
Attributable to:		
Shareholders of the parent	-99	-315
Minority interests	0	2
Earnings per registered share in CHF	-7.76	-24.57
Diluted earnings per registered share in CHF	-7.76	-24.56
Earnings per registered share continued operations in CHF	-16.50	-17.50
Diluted earnings per registered share continued operations in CHF	-16.50	-17.49
Earnings per registered share discontinued operations in CHF	8.74	-7.07
Diluted earnings per registered share discontinued operations in CHF	8.74	-7.07

¹ The reclassifications compared to the prior year report concern assets and liabilities held for sale and discontinued operations.

Consolidated statement of comprehensive income

in CHF million	January 1 to June 30, 2009 unaudited	January 1 to June 30, 2008 unau- dited, restated
Net result	-99	-313
Other comprehensive income:		
Fair value adjustments IAS 39	3	9
Realization under IAS 39 transferred to profit or loss	-12	-3
Defined benefit plan actuarial (losses) / gains IAS 19	-1	19
Economic benefit available as a contribution reduction IAS 19 – IFRIC 14	0	-4
Income taxes on income and expenses recognized directly in equity	0	-7
Conversion differences	52	-104
Net (loss) / gain recognized directly in equity	42	-90
Total comprehensive income for the period	-57	-403
Attributable to:		
Shareholders of the parent	-58	-403
Minority interests	1	0

Consolidated balance sheet

Assets

in CHF million	June 30, 2009 unaudited	December 31, 2008
Cash and cash equivalents	396	393
Current financial investments and derivatives	13	43
Trade receivables	379	534
Other receivables	373	340
Current tax receivables	17	16
Inventories	675	901
Prepaid expenses and accrued income	45	34
Assets classified as held for sale	22	60
Current assets	1 920	2 321
Loans and other long-term financial receivables	13	15
Non-current financial investments	33	33
Property, plant and equipment	1 236	1 278
Intangible assets	1 701	1 696
Deferred tax assets	145	133
Non-current assets	3 128	3 155
Total assets	5 048	5 476

Liabilities and equity

in CHF million	June 30, 2009 unaudited	December 31, 2008
Trade payables	260	455
Loans and borrowings	606	56
Other liabilities	85	91
Accrued liabilities	251	373
Current customer advances	75	143
Current income taxes payable	108	130
Current post-employment benefit provisions	15	15
Other current provisions	163	152
Liabilities classified as held for sale	15	67
Current liabilities	1 578	1 482
Loans and borrowings	1 616	2 039
Non-current customer advances	0	40
Non-current post-employment benefit provisions	533	525
Deferred tax liabilities	198	198
Other non-current provisions	62	74
Non-current liabilities	2 409	2 876
Total liabilities	3 987	4 358
Share capital	283	283
Treasury shares	-293	-294
Reserves and retained earnings	1 046	1 104
Equity attributable to shareholders of the parent	1 036	1 093
Minority interests	25	25
Total equity	1 061	1 118
Total liabilities and equity	5 048	5 476

Consolidated cash flow statement

in CHF million	January 1 to June 30, 2009 unaudited	January 1 to June 30, 2008 unaudited
Net result	-99	-315
Tax expenses (+) / tax income (-)	-2	29
Interest expense (+) / interest income (-) from financial liabilities and assets	24	31
Depreciation of property, plant and equipment	98	99
Amortization of intangible assets	18	21
Impairment losses on property, plant and equipment	3	0
Impairment losses on intangible assets	4	343
Addition to (+) / release of (-) other provisions	45	29
Increase (+) / decrease (-) in post-employment benefit provisions	8	-12
Losses (+) / gains (-) from sale of non-current assets	0	1
Gain on sale of discontinued operations, net of income tax	-126	0
Income taxes paid	-2	-27
Other non-cash expenses (+) / income (-)	1	-2
Cash flow from operating activities before changes in net current assets	-28	197
Decrease (+) / increase (-) in receivables / accrued assets	89	5
Decrease (+) / increase (-) in inventories	209	-183
Increase (+) / decrease (-) in payables / accrued liabilities and use of other provisions	-319	-38
Increase (+) / decrease (-) in customer advances	-49	-32
Non-cash impact on net current assets due to hedge accounting	-20	6
Cash flow from changes in net current assets	-90	-242
Cash flow from operating activities	-118	-45
Capital expenditure for property, plant and equipment	-65	-115
Capital expenditure for intangible assets	-14	-26
Disposal of discontinued operations (net of cash disposed of) / assets held for sale	72	0
Purchase of financial investments	0	19
Decrease in loans receivable	2	0
Decrease in marketable securities	0	4
Acquisition of group companies	0	-2
Proceeds from sale of property, plant and equipment	3	11
Interest received	1	4
Cash flow from investing activities	-1	-105
Dividends paid	-1	-1
Purchase of treasury shares	0	-111
Increase of financial debt	147	166
Interest paid	-29	-32
Cash flow from financing activities	117	22
Conversion adjustments to cash and cash equivalents	5	-10
Increase (+) / decrease (-) in cash and cash equivalents	3	-138
Cash and cash equivalents at the beginning of the year	393	484
Cash and cash equivalents at the end of the year	396	346
Increase (+) / decrease (-) in cash and cash equivalents	3	-138

Consolidated statement of changes in equity

in CHF million	Share capital ¹	Additional paid-in capital ²	Treasury shares	Conversion differences	Retained earnings	Hedge accounting	Deferred taxes	Total equity attributable to shareholders	Minority interests	Total share-holders' equity
Balance at January 1, 2008	283	622	-184	-61	1 220	3	-25	1 858	28	1 886
Total comprehensive income for the period				-102	-300	6	-7	-403		-403
Dividend distributions								0	-1	-1
Purchase of treasury shares			-112					-112		-112
Sale of treasury shares					1			1		1
Balance at June 30, 2008	283	622	-295	-163	920	9	-31	1 346	27	1 373
Balance at January 1, 2009	283	622	-294	-249	727	12	-8	1 093	25	1 118
Total comprehensive income for the period				51	-100	-9	0	-58	1	-57
Dividend distributions								0	-1	-1
Purchase of treasury shares								0		0
Sale of treasury shares			1					1		1
Balance at June 30, 2009	283	622	-293	-198	627	3	-8	1 036	25	1 061

¹ The share capital of OC Oerlikon Corporation AG, Pfäffikon, consists of 14 142 437 registered shares of nominal value CHF 20.

² Additional paid-in capital includes CHF 57 million which are not distributable for legal reasons.

Segment reporting

in million CHF	Oerlikon Textile		Oerlikon Coating ¹		Oerlikon Solar		Oerlikon Vacuum		Oerlikon Drive Systems	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
Orders received	476	904	158	269	497	451	145	256	277	636
Orders on hand	501	727	0	0	466 ⁴	697	65	91	92	218
Sales										
Sales to third parties	430	966	158	269	286	214	149	239	377	626
Sales to group companies	0	0	1	1	4	15	3	10	0	0
	430	966	159	270	290	229	152	249	377	626
Net sales by market region to third parties										
Japan and Asia / Pacific	213	568	35	58	47	101	44	63	21	38
Europe	90	228	92	159	230	113	76	138	190	374
North America	102	125	31	52	9	0	28	37	166	213
Other regions	25	45	0	0	0	0	1	1	0	1
	430	966	158	269	286	214	149	239	377	626
Net sales by location to third parties										
Japan and Asia / Pacific	84	149	30	38	1	3	39	50	23	32
Europe	294	759	93	172	277	211	84	155	226	429
North America	46	51	20	31	8	0	26	34	128	165
Other regions	6	7	15	28	0	0	0	0	0	0
	430	966	158	269	286	214	149	239	377	626
Capital expenditure for fixed and intangible assets										
Japan and Asia / Pacific	5	6	1	9	0	0	0	2	1	5
Europe	15	18	7	10	18	19	6	12	10	26
North America	0	0	1	4	0	0	0	0	5	9
Other regions	0	0	2	3	0	0	0	0	0	0
	20	24	11	26	18	19	6	14	16	40
Earnings before depreciation and amortization (EBITDA)	-86	19	21	78	13	36	9	32	11	70
EBIT	-118	-214	-6	52	0	28	2	26	-20	39
Other material items										
Research and development expenses	-40	-54	-8	-13	-30	-20	-11	-14	-6	-7
Depreciation and amortization	-32	-33	-27	-26	-10	-7	-7	-6	-31	-32
Impairment / Reversal of impairment on property, plant and equipment	0	0	0	0	-3	0	0	0	0	0
Impairment of goodwill	0	-200	0	0	0	0	0	0	0	0
Restructuring costs	-5	-9	-5	0	-9	-1	0	0	-4	0
Assets (only third-party)										
Japan and Asia / Pacific	215	231	97	93	10	2	46	46	82	81
Europe	1 480	1 745	207	276	509	342	215	251	971	1 115
North America	23	41	45	51	1	0	20	22	280	296
Other regions	10	8	59	80	0	0	0	0	0	0
	1 728	2 025	408	500	520	344	281	319	1 333	1 492
Liabilities (only third-party)	-555	-784	-68	-107	-167	-213	-220	-286	-247	-371
Net assets (only third-party) ³	1 173	1 241	340	393	353	131	61	33	1 086	1 121
Assets including intercompany relationships	1 730	2 029	413	502	521	346	290	328	1 334	1 492
Liabilities including intercompany relationships	-558	-791	-69	-111	-187	-221	-221	-287	-251	-378
Net assets including intercompany relationships ³	1 172	1 238	344	391	334	125	69	41	1 083	1 114
Number of employees										
Japan and Asia / Pacific	2 300	2 754	561	575	113	66	272	266	1 012	1 200
Europe	3 794	4 482	1 537	1 602	756	619	1 166	1 195	2 868	2 806
North America	179	279	187	315	7	7	77	89	814	1 233
Other regions	57	37	344	402	0	0	8	10	0	0
	6 330	7 552	2 629	2 894	876	692	1 523	1 560	4 694	5 239

¹ In the semi-annual report 2008 the Business Unit Oerlikon Systems was reported under the segment Oerlikon Coating.² After Oerlikon Space sale earlier this year, Oerlikon Advanced Technologies segment contains Oerlikon Systems Business Unit only.³ Net assets include all current and non-current operating assets (excluding cash and financial assets), less operating liabilities (excluding financial liabilities and tax provisions). Net assets do not include current and non-current non-operating assets and financial assets and liabilities including cash and cash equivalents (CHF 396 million), short- and long-term financial debt (CHF 2 222 million), current (CHF 17 million) and deferred (CHF 141 million) tax receivables, current (CHF 108 million) and deferred (CHF 198 million) tax payables.⁴ Cancelled orders amounting to CHF 182 million are netted with orders on hand.⁵ Employees of the holding company include 84 trainees which were attributed to the operating segments in the prior year.

	Oerlikon Advanced Technologies ²		Total segments		Corporate / Eliminations		Total from continued operations		Discontinued operations	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
	32	88	1 585	2 604	0	0	1 585	2 604	109	198
	21 ⁴	69	1 145	1 802	0	0	1 145 ⁴	1 802	221	244
	28	68	1 428	2 382	0	0	1 428	2 382	77	168
	2	6	10	32	-10	-32	0	0		
	30	74	1 438	2 414	-10	-32	1 428	2 382	77	168
	18	31	378	859	0	0	378	859	22	88
	6	17	684	1 029	0	0	684	1 029	44	57
	4	18	340	445	0	0	340	445	11	22
	0	2	26	49	0	0	26	49	0	1
	28	68	1 428	2 382	0	0	1 428	2 382	77	168
	13	20	190	292	0	0	190	292	0	0
	3	2	977	1 728	0	0	977	1 728	77	168
	12	46	240	327	0	0	240	327	0	0
	0	0	21	35	0	0	21	35	0	0
	28	68	1 428	2 382	0	0	1 428	2 382	77	168
	0	0	7	22	0	0	7	22	0	0
	9	13	65	98	0	3	65	101	0	1
	0	1	6	14	0	0	6	14	0	0
	0	0	2	3	0	0	2	3	0	0
	9	14	80	137	0	3	80	140	0	1
	-8	-10	-40	225	-1	-2	-41	223	-9	8
	-12	-68	-154	-137	-10	-10	-164	-147	-9	-90
	-5	-10	-100	-118	0	0	-100	-118	-8	-11
	-4	-8	-111	-112	-5	-8	-116	-120	0	-4
	0	0	-3	0	-4	0	-7	0	0	-1
	0	-50	0	-250	0	0	0	-250	0	-93
	-3	-3	-26	-13	0	0	-26	-13	-1	0
	14	39	464	492	0	0	464	492	0	0
	48	281	3 430	4 010	36	63	3 466	4 073	22	57
	41	84	410	494	1	2	411	496	0	0
	0	0	69	88	0	0	69	88	0	0
	103	404	4 373	5 084	37	65	4 410	5 149	22	57
	-31	-202	-1 288	-1 963	-145	-108	-1 433	-2 071	-15	-22
	72	202	3 085	3 121	-108	-43	2 977	3 078	7	35
	96	405	4 384	5 102	26	47	4 410	5 149	21	59
	-26	-205	-1 312	-1 993	-121	-78	-1 433	-2 071	-12	-23
	70	200	3 072	3 109	-95	-31	2 977	3 078	9	36
	15	81	4 273	4 942	0	0	4 273	4 942	0	0
	187	228	10 308	10 932	205	135	10 513	11 067	210	1 366
	24	202	1 288	2 125	3	3	1 291	2 128	0	0
	0	0	409	449	6	6	415	455	0	0
	226	511	16 278	18 448	214⁵	144	16 492	18 592	210	1 366