Consolidated Income Statement (condensed)

	For the six months ended 30/06/2014		For the six months ended 30/06/2013 restated[1]	
	in 1000 CHF	in %	in 1000 CHF	in %
Continuing operations				
Net revenues	**446 984**	**100.0**	**447 904**	**100.0**
Other operating income and capitalised own services	9 496	2.1	10 239	2.3
Changes in inventories of semi-finished and finished goods	11 965	2.7	16 801	3.7
Net operating performance	**468 445**	**104.8**	**474 944**	**106.0**
Cost of material and goods	– 204 173	– 45.7	– 204 562	– 45.7
Personnel expenses	– 169 179	– 37.8	– 165 430	– 36.9
Other operating expenses	– 69 346	– 15.5	– 66 948	– 14.9
EBITDA	**25 747**	**5.8**	**38 004**	**8.5**
Depreciation and amortisation	– 19 940	– 4.5	– 19 642	– 4.4
EBIT	**5 807**	**1.3**	**18 362**	**4.1**
Net financial result	– 8 027	– 1.8	– 9 347	– 2.1
Group result before income tax	**– 2 220**	**– 0.5**	**9 015**	**2.0**
Income tax expense	– 372	– 0.1	– 6 090	– 1.4
Group result from continuing operations	**– 2 592**	**– 0.6**	**2 925**	**0.6**
Group result from discontinued operations after taxes	**1 658**	**0.4**	**– 962**	**– 0.2**
Group result	**– 934**	**– 0.2**	**1 963**	**0.4**
Attributable to:				
Shareholders of AFG Arbonia-Forster-Holding AG	– 952		1 955	
Non-controlling interests	18		8	
Earnings per share from continuing operations in CHF	– 0.15		0.17	
Earnings per share from discontinued operations in CHF	0.09		– 0.05	
Earnings per share in CHF	– 0.05		0.11	

Basic and diluted earnings are identical.

[1] see note 6

EBITDA = Earnings before financial results, tax, depreciation and amortisation
EBIT = Earnings before financial results and tax

The notes on pages 13 to 22 form an integral part of these condensed interim consolidated financial statements.

Consolidated Statement of Comprehensive Income (condensed)

	For the six months ended 30/06/2014	For the six months ended 30/06/2013 restated[1]
	in 1 000 CHF	in 1 000 CHF
Group result	**–934**	**1 963**
Other comprehensive income		
Items that will not be reclassified to income statement		
Remeasurements of employee benefit obligations	–2 941	61 668
Total items that will not be reclassified to income statement	**–2 941**	**61 668**
Items that may be reclassified subsequently to income statement		
Fair value adjustments on cash flow hedges	–508	973
Currency translation differences	–1 907	–2 396
Total items that may be reclassified subsequently to income statement	**–2 415**	**–1 423**
Other comprehensive income after taxes	**–5 356**	**60 245**
Total comprehensive income	**–6 290**	**62 208**
Attributable to:		
Shareholders of AFG Arbonia-Forster-Holding AG	–6 308	62 200
Non-controlling interests	18	8
Total comprehensive income from continuing operations	–4 599	40 551
Total comprehensive income from discontinued operations	–1 709	21 649

[1] see note 6 and 7

The notes on pages 13 to 22 form an integral part of these condensed interim consolidated financial statements.

Consolidated Balance Sheet (condensed)

	30/06/2014		31/12/2013		30/06/2013 restated[1]	
	in 1 000 CHF	in %	in 1 000 CHF	in %	in 1 000 CHF	in %
Assets						
Cash and cash equivalents	118 880		172 547		146 459	
Securities	2 205		2 434		2 325	
Receivables and other assets	129 801		87 366		176 506	
Inventories	157 859		137 688		191 599	
Deferred expenses	3 039		6 663		7 780	
Financial assets	449		379		308	
Non-current assets held for sale	48 897		120 801		17 649	
Current assets	**461 130**	**47.7**	**527 878**	**51.7**	**542 626**	**46.4**
Property, plant, equipment and investment property	330 187		336 105		449 814	
Intangible assets and goodwill	133 123		129 722		132 783	
Deferred income tax assets	7 057		5 698		10 547	
Capitalised pension surplus	20 112		14 903		26 096	
Financial assets	14 758		6 536		7 681	
Non-current assets	**505 237**	**52.3**	**492 964**	**48.3**	**626 921**	**53.6**
Total assets	**966 367**	**100.0**	**1 020 842**	**100.0**	**1 169 547**	**100.0**
Liabilities and shareholders’ equity						
Liabilities	109 252		139 468		175 515	
Financial debt	132 371		134 899		60 047	
Accruals and deferred income	53 787		37 879		62 067	
Provisions	10 454		10 923		11 887	
Liabilities associated with assets held for sale	14 906		42 864		1 969	
Current liabilities	**320 770**	**33.2**	**366 033**	**35.9**	**311 485**	**26.6**
Financial debt	206 970		206 965		337 756	
Other liabilities	25		18		10	
Provisions	5 072		6 514		7 975	
Deferred income tax liabilities	34 402		34 465		41 626	
Employee benefit obligations	41 574		37 866		46 799	
Non-current liabilities	**288 043**	**29.8**	**285 828**	**28.0**	**434 166**	**37.1**
Total liabilities	**608 813**	**63.0**	**651 861**	**63.9**	**745 651**	**63.8**
Shareholders’ equity attributable to equity holders of AFG Arbonia-Forster-Holding AG	**356 750**	**36.9**	**368 195**	**36.1**	**423 114**	**36.2**
Total shareholders’ equity	**357 554**	**37.0**	**368 981**	**36.1**	**423 896**	**36.2**
Total liabilities and shareholders’ equity	**966 367**	**100.0**	**1 020 842**	**100.0**	**1 169 547**	**100.0**

[1] see note 7

The notes on pages 13 to 22 form an integral part of these condensed interim consolidated financial statements.

Consolidated Cash Flow Statement (condensed)

	For the six months ended 30/06/2014	For the six months ended 30/06/2013 restated[1]
	in 1 000 CHF	in 1 000 CHF
Group result	**–934**	**1 963**
Depreciation and amortisation	19 940	23 975
Profit/loss on disposal of non-current assets/subsidiaries	–738	–975
Changes in non-cash transactions	–1 438	1 245
Changes in net working capital (excluding cash and cash equivalents)	–71 977	–62 799
Cash flows from operating activities – net	**–55 147**	**–36 591**
To investment activities		
Purchases of property, plant and equipment and investment property	–18 242	–17 982
Purchases of intangible assets	–769	–166
Acquisition of subsidiaries (net of cash acquired)	–4 848	–65 607
Issuance of financial assets	–5 358	–456
From divestment activities		
Proceeds from sale of property, plant and equipment and investment property	3 967	10 134
Proceeds from sale of intangible assets	22	
Proceeds from sale of subsidiaries/businesses (net of cash disposed)	32 930	–2 367
Repayment of financial assets	16	59
Cash flows from investing activities – net	**7 718**	**–76 385**
From financing activities		
Proceeds from financial debts	75	304
To financing activities		
Repayment of financial debts and finance lease liabilities	–4 329	–2 185
Distribution from capital contribution reserves	–5 327	
Purchase of treasury shares		–26
Cash flows from financing activities – net	**–9 581**	**–1 907**
Effects of translation differences on cash and cash equivalents	135	17
Change in cash and cash equivalents	**–56 875**	**–114 866**
Reconciliation of change in cash and cash equivalents		
Cash and cash equivalents as of 01/01	182 563	261 325
Cash and cash equivalents as of 30/06 continuing operations	118 880	146 459
Cash and cash equivalents as of 30/06 discontinued operations	6 808	
Change in cash and cash equivalents	**–56 875**	**–114 866**
Supplementary information for operating activities:		
Interest paid	10 056	12 047
Interest received	293	651
Income tax paid	4 622	4 241

[1] see note 7

The notes on pages 13 to 22 form an integral part of these condensed interim consolidated financial statements.

Consolidated Statement of Changes in Equity (condensed)

	Share capital	Share premium	Treasury shares	Other reserves	Retained earnings	Attributable to equity holders AFG	Non-controlling interests	Total shareholders' equity
	in 1000 CHF	in 1000 CHF	in 1000 CHF	in 1000 CHF	in 1000 CHF	in 1000 CHF	in 1000 CHF	in 1000 CHF
Balance at 31/12/2012	**76547**	**171364**	**–22014**	**–52091**	**186618**	**360424**	**774**	**361198**
Group result					1955	1955	8	1963
Other comprehensive income after taxes[1]				–1423	61668	60245		60245
Total comprehensive income[1]				**–1423**	**63623**	**62200**	**8**	**62208**
Changes in treasury shares			422		–448	–26		–26
Share based payments			655		–139	516		516
Balance at 30/06/2013 restated[1]	**76547**	**171364**	**–20937**	**–53514**	**249654**	**423114**	**782**	**423896**
Balance at 31/12/2013	**76547**	**171364**	**–20148**	**–54478**	**194910**	**368195**	**786**	**368981**
Group result					–952	–952	18	–934
Other comprehensive income after taxes				–2415	–2941	–5356		–5356
Total comprehensive income				**–2415**	**–3893**	**–6308**	**18**	**–6290**
Distribution from capital contribution reserves		–5327				–5327		–5327
Changes in treasury shares			352		–352			
Share based payments			684		–494	190		190
Balance at 30/06/2014	**76547**	**166037**	**–19112**	**–56893**	**190171**	**356750**	**804**	**357554**

[1] see note 7

The notes on pages 13 to 22 form an integral part of these condensed interim consolidated financial statements.

SELECTED EXPLANATORY NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1 General information

AFG Arbonia-Forster-Group (AFG) is an international leading construction technology company, whose innovative solutions and services provide for the efficient use of energy as well as for safety, security and well-being. AFG is divided into three main divisions, namely Building Technology, Building Envelope and Building Security. Manufacturing plants are located in Switzerland, Germany, the Czech Republic, France, Poland and Slovakia. AFG owns major brands such as Kermi, Arbonia, Prolux, EgoKiefer, Slovaktual, Dobroplast, Forster Profile Systems and RWD Schlatter and possesses a strong position in its home markets in Switzerland and Germany. Taking into consideration the economic trend, international activities especially in Central and Eastern Europe as well as in the Middle and Far East are gaining importance for the Group. With around 35 production and distribution companies, agencies and partners of its own, AFG is represented in over 70 countries worldwide.

The ultimate parent company, AFG Arbonia-Forster-Holding AG is a corporation organised under Swiss law incorporated and domiciled at Amriswilerstrasse 50, CH-9320 Arbon (Canton Thurgau). AFG Arbonia-Forster-Holding AG is listed on the SIX Swiss Exchange in Zurich under the valor number 11024060/ISIN CH0110240600.

2 General principles and basis of preparation

The unaudited interim consolidated financial statements for the six months ended 30 June 2014, have been prepared in accordance with the International Financial Reporting Standard (IFRS) IAS 34 “Interim Financial Reporting”. The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the consolidated financial statements as of 31 December 2013.

The preparation of interim financial statements requires the use of certain critical accounting estimates and assumptions. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. Consequently actual results might deviate from such estimates.

The same significant accounting estimates and assumptions were applied for these interim financial statements as for the preparation of the consolidated financial statements as of 31 December 2013.

Amendments to significant published standards effective in 2014

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2013, except for the adoption of the following amended standards, which AFG has implemented in 2014:

- Amendments to IAS 32 "Financial instruments; presentation" – netting of financial assets and financial liabilities
- Amendments to IAS 39 "Financial instruments; recognition and measurement" – novation of derivatives and continuation of hedge accounting

The adoption of these amended standards did not significantly affect the Group's interim financial statements.

Published standards that are not yet effective nor adopted early

The following published but as of the balance sheet date not yet effective significant new or amended standards have not yet been adopted by AFG:

- IFRS 9 "Financial instruments: classification and measurement"
- Amendments to IFRS 9 "Financial instruments" – mandatory effective date of IFRS 9 and transition disclosures
- Amendments to IFRS 9 "Financial instruments" – hedge accounting
- IFRS 15 "Revenue from contracts with customers"

IFRS 9 introduces new principles for the classification and measurement of financial assets and liabilities. IFRS 15 prescribes when and at what amount to recognise revenue from contracts with customers. This follows a five-step model, which is applied to all customer contracts: (1) identification of contracts with customers (2) identification of separate performance obligations in the contract (3) determination of the transaction price (4) allocation of the transaction price to the separate performance obligations (5) revenue recognition when a performance obligation is satisfied. The standard also requires extensive disclosures.

It is not expected that IFRS 9 will significantly affect the Group's financial statements. The application of IFRS 15 however will affect the Group's financial statements. AFG will soon systematically analyse and assess the impact of these standards on its financial statements.

3 Changes in the scope of consolidation

The following material changes occurred during the reporting period in the Group:

- As of 1 January 2014, 100% of the shares of PZP Heating a.s., CZ-Dobre, were acquired (see note 7).
- As of 1 January 2014, 100% of the shares of AFG Küchen AG, CH-Arbon, were sold (see note 7).

4 Foreign currency rates

The following foreign currency rates have been applied:

Currency	Unit	**Closing rate 30/06/2014**	**2014 Half-year average rate**	Closing rate 30/06/2013	2013 Half-year average rate
EUR	1	1.2149	1.2211	1.2302	1.2304
GBP	1	1.5192	1.4870	1.4367	1.4386
USD	1	0.8893	0.8909	0.9440	0.9339
CZK	100	4.4259	4.4517	4.7516	4.7906
PLN	100	29.2388	29.2524	28.3526	29.4024
CNY	100	14.4724	14.4500	15.3800	15.0917

5 Segment information

With effect from 1 January 2014, the Group structure of AFG was realigned towards the three divisions and segments respectively Building Technology, Building Envelope and Building Security. Accordingly prior year figures of the segment information have been restated. The former Heating Technology and Sanitary Equipment Division became the Building Technology Division. The Building Envelope Division focuses on windows and exterior doors. The new Building Security Division includes the business unit Forster Profile Systems and the business unit doors of RWD Schlatter, a specialist in full-custom doors for interiors. Corporate Services consist of service, finance, real estate and investment companies and provide their services virtually exclusively to Group companies. They have not been allocated to an operating segment and are therefore included in “Others and eliminations” of the continuing operations.

For the monitoring and assessment of the financial performance, EBIT is a pivotal key measure. However Group Management and the Board of Directors also are provided with financial data down to the line item “result after income tax” by operating segment. The segments apply the same accounting policies as the Group. Purchases, sales and services between segments are entered into under normal commercial terms and conditions that would also be available to unrelated third parties. Income and expenses between segments are eliminated on consolidation and disclosed in “Others and eliminations” of the continuing operations.

The Surface Technology Division, which is in the process of being sold, is disclosed separately as discontinued operations. The business units already sold are summarised in the column “Others and eliminations” of the discontinued operations.

Segment assets and liabilities include all assets, liabilities and intercompany transactions. Goodwill has been allocated to the respective segments.

Six months ended 30/06/2014	Building Technology	Building Envelope	Building Security	Others and eliminations	Total continuing operations	Discontinued operations		Total Group
						Surface Technology	Others and eliminations	
in 1 000 CHF								
Sales with third parties	216 379	163 193	66 250	1 162	446 984	30 259	– 50	477 193
Sales with other segments	27	64	15	– 106				
Net revenues	**216 406**	**163 257**	**66 265**	**1 056**	**446 984**	**30 259**	**– 50**	**477 193**
EBITDA	**23 244**	**7 819**	**4 094**	**– 9 410**	**25 747**	**1 489**	**124**	**27 360**
in % of net revenues	10.7	4.8	6.2		5.8	4.9		5.7
Depreciation and amortisation	– 7 140	– 8 748	– 1 349	– 2 703	– 19 940			– 19 940
Segment results (EBIT)	**16 104**	**– 929**	**2 745**	**– 12 113**	**5 807**	**1 489**	**124**	**7 420**
in % of net revenues	7.4	– 0.6	4.1		1.3	4.9		1.6
Net financial result					– 8 027			– 8 299
Result before income tax					**– 2 220**			**– 879**
Income tax expense					– 372			– 55
Result after income tax					**– 2 592**			**– 934**
Average number of employees	**2 502**	**2 796**	**370**	**118**	**5 786**	**504**		**6 290**
Total assets as of 30/06/2014	**282 442**	**349 861**	**125 907**	**157 899**	**916 109**	**50 258**		**966 367**
Total liabilities as of 30/06/2014	**163 929**	**207 575**	**77 389**	**– 51 243**	**397 650**	**211 163**		**608 813**

Six months ended 30/06/2013 restated	Building Tech-nology	Building Envelope	Building Security	Others and elimi-nations	Total continuing operations	Discontinued operations: Surface Technology	Discontinued operations: Others and elimi-nations	Total Group
in 1 000 CHF								
Sales with third parties	208 954	167 139	70 833	978	447 904	33 236	116 120	597 260
Sales with other segments	89		96	– 185		1	– 1	
Net revenues	**209 043**	**167 139**	**70 929**	**793**	**447 904**	**33 237**	**116 119**	**597 260**
EBITDA	**23 825**	**15 198**	**7 801**	**– 8 820**	**38 004**	**155**	**556**	**38 715**
in % of net revenues	11.4	9.1	11.0		8.5	0.5		6.5
Depreciation and amortisation	– 7 719	– 8 261	– 1 392	– 2 270	– 19 642	– 2 549	– 1 784	– 23 975
Segment results (EBIT)	**16 106**	**6 937**	**6 409**	**– 11 090**	**18 362**	**– 2 394**	**– 1 228**	**14 740**
in % of net revenues	7.7	4.2	9.0		4.1	– 7.2		2.5
Net financial result					– 9 347			– 8 552
Result before income tax					**9 015**			**6 188**
Income tax expense					– 6 090			– 4 225
Result after income tax					**2 925**			**1 963**
Average number of employees	**2 435**	**2 613**	**326**	**124**	**5 498**	**556**	**736**	**6 790**

6 Non-current assets held for sale and discontinued operations

In line with the consolidated financial statements as of 31 December 2013, AFG still discloses sold and held for sale businesses respectively as discontinued operations. All prior year figures in the income statement have been restated accordingly.

On 5 June 2014, a contract for the sale of Chinese STI Precision Machining (Changshu) Co. Ltd, Changshu, was signed between AFG and FFG Finanzierungs- und Factoring AG, a company owned by Dr Edgar Oehler. The closing of the transaction is expected in the third quarter of 2014. The Chinese subsidiary is part of the Surface Technology Division, which is in a sale process.

7 Acquisitions and divestments

Acquisitions

The following fair value of assets and liabilities has arisen from the acquisition in the reporting period as mentioned under note 3:

Acquisition PZP Heating a.s.	Fair Value
	in 1 000 CHF
Assets	
Cash and cash equivalents	86
Accounts receivables	315
Inventories	669
Deferred expenses	29
Property, plant and equipment	116
Intangible assets	1 706
Total assets	**2 922**
Liabilities	
Accounts payables	363
Other liabilities	115
Financial debts	283
Deferred income tax liabilities	324
Total liabilities	**1 084**
Net assets acquired / purchase consideration	**1 838**
Cost of acquisition	
Purchase price	1 654
Deferred payment	184
Total cost of acquisition	**1 838**
Net cash outflow was as follows:	
Purchase price	1 654
Cash and cash equivalents acquired	–86
Net cash outflow on acquisition	**1 568**

As of 1 January 2014, AFG acquired 100% of the shares of PZP Heating a.s., CZ-Dobre. PZP is an established manufacturer of heat pumps in the Czech Republic and is allocated to the Building Technology Division. The purchase price amounted to CHF 1.7 million. In addition CHF 0.2 million of deferred purchase price will become due within six months after the closing. From the date of acquisition, PZP Heating contributed CHF 1.4 million in net revenues and CHF 0.2 million in loss to the Group. The acquisition-related costs amounted to CHF 0.3 million and were included in operating expenses for the years 2013 and 2014. The fair value of the acquired assets and liabilities have only been determined on a provisional basis but will be finalised by the year-end.

The contingent consideration of CHF 3.3 million from the acquisition of Polish Dobroplast Fabryka Okien sp. z o.o., PL-Zambrow, was paid to the former owners in two tranches in the first half of 2014 and is disclosed in the statement of cash flows under "acquisition of subsidiaries".

In the interim consolidated financial statements 2013, the reported fair values from the acquisition of Dobroplast were determined on a provisional basis and were finalised by 31 December 2013. Since final values compared to the provisional values have changed, prior year's figures as of 30 June 2013 had to be restated in accordance with IFRS 3 with a material impact on individual balance sheet items, but immaterial impact on the statement of comprehensive income, statement of cash flows and statement of changes in equity. The most significant adjustments in the balance sheet were made between the positions property, plant and equipment (CHF –0.9 million), intangible assets (CHF –9.4 million), deferred taxes (CHF 1.0 million) and goodwill (CHF 9.3 million). The adjustments had no impact on the income statement.

Divestments

A cash inflow of CHF 32.9 million resulted from the sale of AFG Küchen AG as of 1 January 2014 to the German kitchen manufacturer Alno. The transaction is reflected in the statement of cash flows under "Proceeds from sale of subsidiaries/businesses". CHF 3.0 million of the purchase price was granted as an interest-bearing and repayable loan. The sale of the kitchen business resulted in a disposal gain of CHF 0.1 million. The disposal gain includes the provisionally calculated gain due to partial liquidation of the pension plan (settlement). Because the partial liquidation will occur in a couple of months and the calculation is based on today's estimates, the gain may change up to the end of the partial liquidation.

8 Seasonality of operations

Due to the seasonal nature of certain divisions of the Group, higher net revenues and operating results are usually expected in the second half of the year rather than in the first semester.

9 Transfer of financial assets

Since February 2010 AFG sells receivables under a factoring agreement. Because AFG neither transfers nor retains substantially all the risks and rewards of ownership and still retains control, the receivables have to be recorded in the balance sheet to the extent of the so-called continuing involvement as stipulated under the provision of IAS 39. In particular the late payment risk is completely retained by AFG up until a certain point in time. As of 30 June 2014 the book value of the transferred receivables amounts to CHF 45.1 million. Thereof AFG already received from the factor CHF 18.2 million of cash and the remaining CHF 26.9 million are disclosed as receivables against the factor. In addition a receivable and a liability of CHF 0.5 million and CHF 0.5 million respectively are recorded for the consideration of the continuing involvement.

10 Financial instruments

The following information is to be read in conjunction with note 43 “Additional disclosures on financial instruments” of the 2013 consolidated financial statements. Financial instruments measured at fair value are allocated to the three hierarchy levels as follows:

	Level 1	Level 2	Level 3	Fair value at 30/06/2014
	in 1 000 CHF	in 1 000 CHF	in 1 000 CHF	in 1 000 CHF
Assets				
Financial assets at fair value through profit or loss – designated (FA FVTPL designated)	318	1 887		**2 205**
Available-for-sale (AFS)			998	**998**
Liabilities				
Cross currency swaps (cash flow hedges)		26 094		**26 094**

In the reporting period, no reclassifications occurred between levels 1 and 2.

The movement in the fair value changes of level 3 items is as follows:

	Contingent consideration liability
	in 1 000 CHF
Balance at 31/12/2013	3 186
Within financial result recognised losses	94
Settlement	–3 280
Balance at 30/06/2014	

11 Distribution from capital contribution reserves

On 25 April 2014, the Annual General Meeting approved a withholding tax-free distribution of CHF 0.30 per registered share. The payment occurred on 6 May 2014.

12 Treasury shares

Compared to 31 December 2013, the balance of treasury shares has declined by 24 086 to 444 391 shares due to the allocation of shares from the share-based payment plan. The balance of treasury shares, however, does not yet include the deposited registered shares for the securing of the purchase price under the contract dated 5 June 2014 between AFG and FFG Finanzierungs- und Factorings AG for the sale of Chinese STI Precision Machining (Changshu) Co. Ltd, Changshu.

13 Capital commitments

As of 30 June 2014, capital commitments for the purchase of property, plant and equipment amount to CHF 8.8 million and for intangible assets to CHF 0.2 million.

14 Contingencies

No significant changes have occurred from those disclosed in the consolidated financial statements as of 31 December 2013.

15 Events after the balance sheet date

As of 1 July 2014, AFG acquired certain assets and liabilities (asset deal) from the business of German Bucher Systemtechnik GmbH, DE-Rottweil. The acquired business generated in 2013, with 23 employees, revenues of about CHF 9 million and will be allocated to Forster Profile Systems of the Building Security Division.

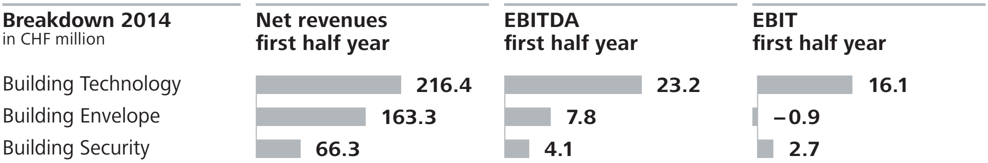
As of 4 July 2014, AFG acquired 90% of the shares of Italian Sabiana S.p.A., IT-Corbetta. Sabiana operates in the areas of heating, ventilation and air-conditioning and will be allocated to the Building Technology Division. The company generated in 2013, with 180 employees, revenues of about CHF 83 million. A first payment of CHF 5.2 million was made on 26 June 2014 to the owners and is disclosed in the balance sheet under financial assets and in the statement of cash flows under “Issuance of financial assets”.

No other events occurred between the balance sheet date and the date of this report which could have a significant influence on the 2014 interim consolidated financial statements.

SUPPLEMENTARY INFORMATION FOR INVESTORS

Share figures	30/06/2014	30/06/2013	30/06/2012	30/06/2011	30/06/2010
Stock market prices in CHF					
Highest price during reporting period	35.6	27.6	23.2	37.8	29.2
Lowest price during reporting period	26.9	22.9	16.3	29.2	21.3
Share price at 30/06	30.1	26.0	17.2	30.8	22.0
Market capitalisation in CHF million	**549**	**474**	**313**	**560**	**401**

Breakdown 2014
in CHF million



EBIT and Group result for the period
first half year in CHF million