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# MORE

REPORT ON THE FIRST QUARTER OF FISCAL YEAR 2015/16.

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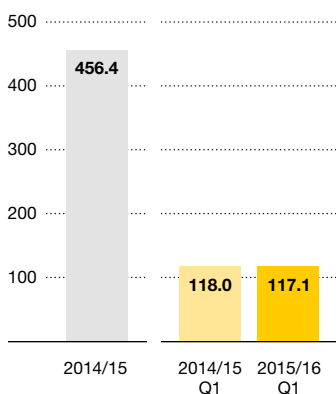
# Selected Key Financial Data.

2014/15 (fiscal year 2014/15): 1 April 2014 – 31 March 2015

2014/15 Q1 (first quarter of fiscal year 2014/15): 1 April – 30 June 2014

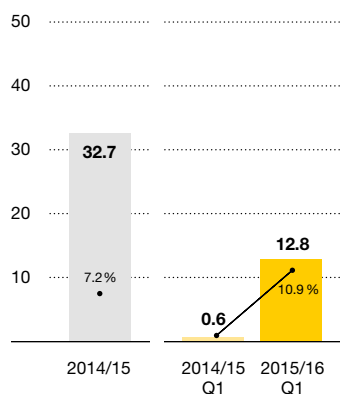
2015/16 Q1 (first quarter of fiscal year 2015/16): 1 April – 30 June 2015

## Revenues (in million EUR)



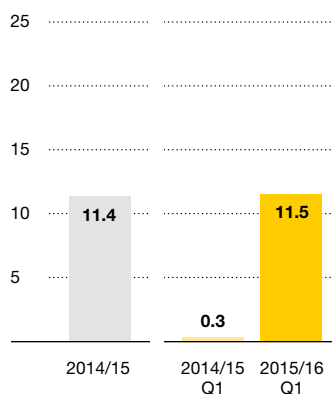
The revenue of EUR 117.1 million was at the same level as the previous year.

## EBIT (in million EUR) and EBIT margin (in %)



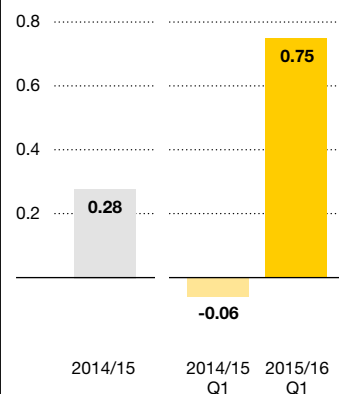
The EBIT increased significantly to EUR 12.8 million, and the EBIT margin increased from 0.5% above the targeted 10% threshold.

## Profit for the period (in million EUR)



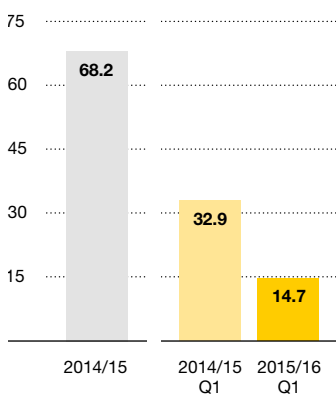
The profit for the period improved from EUR 0.3 million to EUR 11.5 million.

## Earnings per share (in EUR)



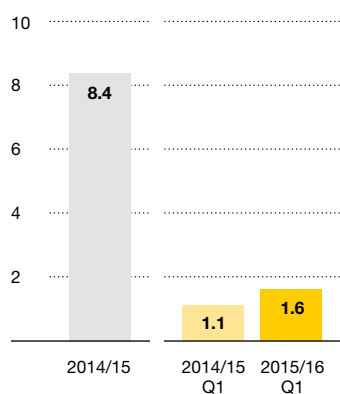
The profit per share was once again significantly positive at EUR 0.75.

## Free cash flow (in million EUR)



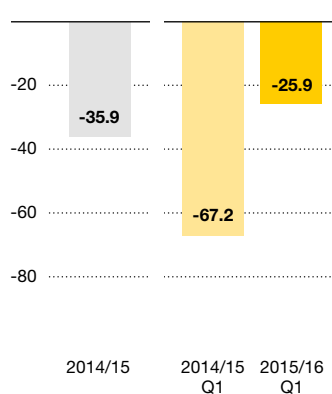
The positive free cash flow of EUR 14.7 million demonstrates the financial strength.

## Capital expenditure (in million EUR)



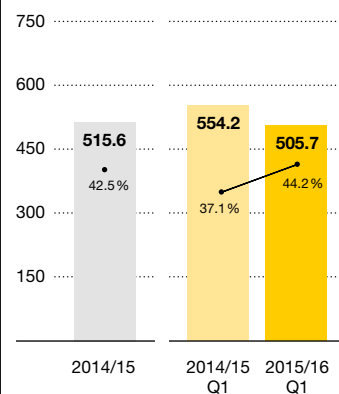
The capital expenditure of EUR 1.6 million remained at a low level after EUR 1.1 million in the previous year.

## Net debt (in million EUR)



The net debt was reduced by 62% from EUR -67.2 million to EUR -25.9 million.

## Total assets (in million EUR) and equity ratio (in %)



The total assets declined by 9%, while the equity ratio increased to 44.2%.

# Selected Key Financial Data.

## 3

2014/15 (fiscal year 2014/15): 1 April 2014 – 31 March 2015

2014/15 Q1 (first quarter of fiscal year 2014/15): 1 April – 30 June 2014

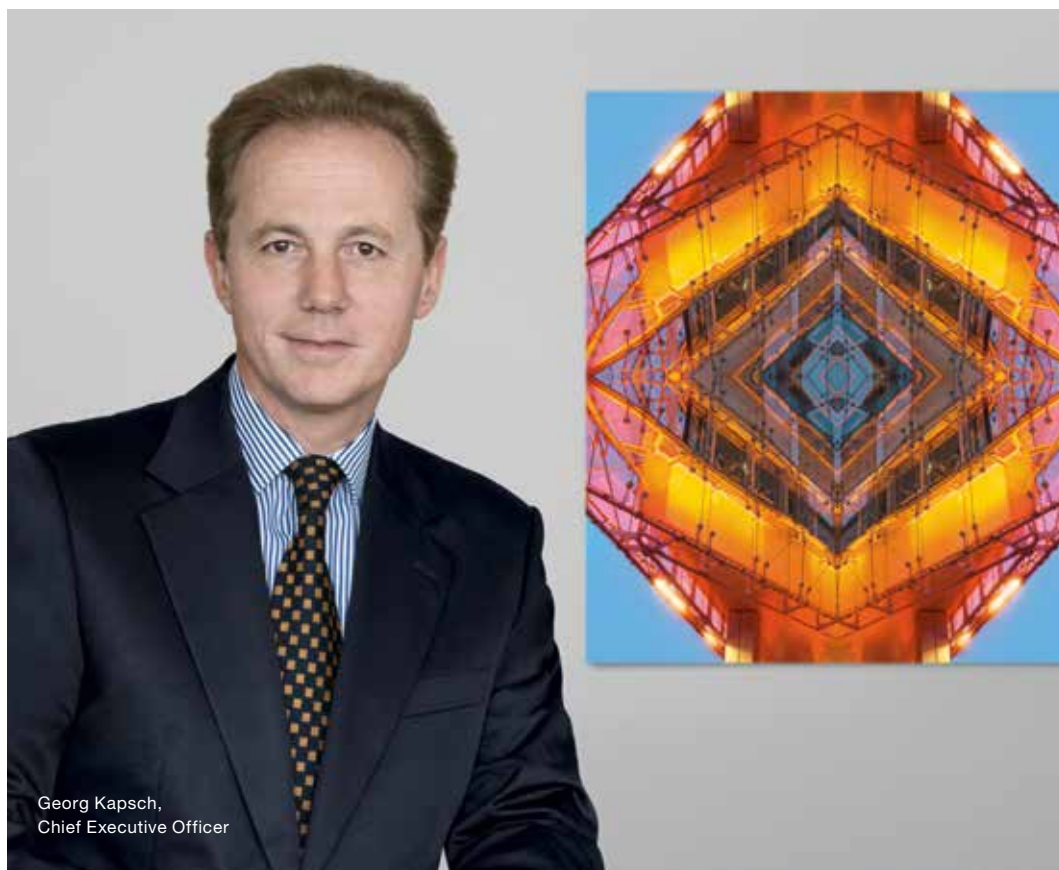
2015/16 Q1 (first quarter of fiscal year 2015/16): 1 April – 30 June 2015

<b>Earnings Data</b>		<b>2015/16 Q1</b>	<b>2014/15 Q1</b>	<b>+/-</b>	<b>2014/15</b>
Revenues	in million EUR	117.1	118.0	-1 %	456.4
EBITDA	in million EUR	16.9	4.8	256 %	61.5
EBITDA margin	in %	14.4	4.0		13.5
EBIT	in million EUR	12.8	0.6	>500 %	32.7
EBIT margin	in %	10.9	0.5		7.2
Profit before tax	in million EUR	15.0	2.7	459 %	19.9
Profit for the period	in million EUR	11.5	0.3	>500 %	11.4
Profit for the period attributable to equity holders	in million EUR	9.8	-0.8	—	3.6
Earnings per share <sup>1</sup>	in EUR	0.75	-0.06	—	0.28
Free cash flow <sup>2</sup>	in million EUR	14.7	32.9	-55 %	68.2
Capital expenditure <sup>3</sup>	in million EUR	1.6	1.1	47 %	8.4
Employees <sup>4</sup>		3,494	3,336	5 %	3,545
On-board units delivered	in million units	2.33	1.57	49 %	7.42
<b>Business Segments</b>		<b>2015/16 Q1</b>	<b>2014/15 Q1</b>	<b>+/-</b>	<b>2014/15</b>
<b>Road Solution Projects (RSP)</b>					
Revenues (share in revenues)	in million EUR	14.9 (12.7 %)	24.4 (20.7 %)	-39 %	60.2 (13.2 %)
EBIT (EBIT margin)	in million EUR	-7.1 (-47.9 %)	-12.4 (-50.9 %)	42 %	-50.7 (-84.4 %)
<b>Services, System Extensions, Components Sales (SEC)</b>					
Revenues (share in revenues)	in million EUR	96.5 (82.4 %)	87.0 (73.7 %)	11 %	372.6 (81.6 %)
EBIT (EBIT margin)	in million EUR	19.5 (20.2 %)	12.9 (14.9 %)	51 %	82.2 (22.1 %)
<b>Others (OTH)</b>					
Revenues (share in revenues)	in million EUR	5.7 (4.9 %)	6.6 (5.6 %)	-14 %	23.6 (5.2 %)
EBIT (EBIT margin)	in million EUR	0.5 (8.0 %)	0.1 (1.5 %)	369 %	1.3 (5.4 %)
<b>Regions</b>		<b>2015/16 Q1</b>	<b>2014/15 Q1</b>	<b>+/-</b>	<b>2014/15</b>
Austria <sup>5</sup>	in million EUR	9.0 (8 %)	8.8 (7 %)	3 %	38.2 (8 %)
Europe <sup>5</sup>	in million EUR	59.4 (51 %)	62.4 (53 %)	-5 %	234.0 (51 %)
Americas <sup>5</sup>	in million EUR	26.1 (22 %)	23.3 (20 %)	12 %	92.6 (20 %)
Rest of World <sup>5</sup>	in million EUR	22.6 (19 %)	23.5 (20 %)	-4 %	91.6 (20 %)
<b>Balance Sheet Data</b>		<b>30 June 2015</b>	<b>30 June 2014</b>	<b>+/-</b>	<b>31 March 2015</b>
Total assets	in million EUR	505.7	554.2	-9 %	515.6
Total equity <sup>6</sup>	in million EUR	223.3	205.7	9 %	219.4
Equity ratio <sup>6</sup>	in %	44.2	37.1		42.5
Net debt	in million EUR	-25.9	-67.2	62 %	-35.9
Capital employed	in million EUR	349.6	355.4	-2 %	357.3
Net working capital	in million EUR	217.3	179.4	21 %	209.9
<b>Stock Exchange Data</b>		<b>2015/16 Q1</b>	<b>2014/15 Q1</b>	<b>+/-</b>	<b>2014/15</b>
Number of shares <sup>7</sup>	in million	13.0	13.0	0 %	13.0
Free float <sup>7</sup>	in %	36.9	38.1	-3 %	36.9
Ø daily trading volume <sup>8</sup>	in shares	23,917	10,741	123 %	27,574
Closing price <sup>7</sup>	in EUR	22.20	33.90	-35 %	23.85
Market capitalization <sup>7</sup>	in million EUR	288.54	440.70	-35 %	309.99
Share performance	in %	-6.9	-15.2		-40.4

1 Earnings per share relate to 13.0 million shares, calculated from the profit for the period attributable to the equity holders of the company  
2 Operating cash flow minus capital expenditure from operations (excl. payments for acquisition of companies and purchases of securities and investments) plus proceeds from the disposal of property, plant and equipment and intangible assets  
3 Capital expenditure from operations (excl. payments for acquisition of companies and purchases of securities and investments)

4 Each Q1 as of 30 June; 2014/15 as of 31 March 2015  
5 Revenues (share on total revenues in %); Europe excl. Austria  
6 Incl. non-controlling interests  
7 Each Q1 as of 30 June; 2014/15 as of 31 March 2015; please find additional information of shares on page 6  
8 Average daily trading volume (double counting)

# Letter from the Chief Executive Officer.



Georg Kapsch,  
Chief Executive Officer

## Dear shareholders,

The first quarter of the fiscal year 2015/16 was characterized by dynamic developments for the Kapsch TrafficCom Group, and we also opened up new potential for the future.

Program 2020, the set of measures to lower costs and improve earnings initiated in the previous year, is showing an effect: The first positive impacts yielded significant contributions to improved earnings. In April, we also passed our Strategy 2020, which is intended to prepare the Kapsch TrafficCom Group for potential future business.

In the past fiscal year, we obtained several projects that also positively affected our revenues and earnings in the first quarter. And finally, I can report to you that the period of waiting for new large projects has come to an end. Just yesterday, we were able to announce that we have received an important order within the framework of the CHARM program for cross-border traffic management systems in England and the Netherlands.

**Projects and markets.** During the reporting period, we worked successfully on our existing installation projects as well as the new installation projects obtained in the previous year. These include the major project in Belarus, for which we were awarded the next stage of extension, and the projects in Australia and New Zealand. The projects in the U.S.A. also played a significant part, including the order for the Ohio River Bridges obtained in May, which represents our first end-to-end solution in this market.

This increase in business reflects the size and reputation that we have achieved in North America over the past few years.

In Chile, we received an order in May for a system expansion, and in Italy, we put another ITS project into operation, an automated access system in the city of Prato.

The existing operation projects supplied stable revenue contributions in the first quarter, and the sale of on-board units once again exhibited an upward trend. After postponements in the previous year, the sales figures have returned to the level from before two years ago. This also has a positive impact on the EBIT margin.

**Asset, financial and earnings situation.** The revenue in the first quarter was at the same level of the previous year at EUR 117.1 million. The EBIT experienced an enormous improvement from EUR 0.6 million in the same quarter of the previous year to EUR 12.8 million. We therefore succeeded in the reporting quarter to raise the EBIT margin above the targeted 10% threshold. This increase can be attributed to the revenue mix with a strong on-board unit business as well as the implementation of Program 2020. The profit for the period was EUR 11.5 million, and the profit per share, which was negative in the same quarter of the previous year, increased to EUR 0.75.

The balance sheet figures such as equity ratio and net debt confirm the strengthening of the Kapsch TrafficCom Group and the potential for future projects. The free cash flow is positive at EUR 14.7 million, and the cash and cash equivalents increased to EUR 100.4 million.

**Program 2020 and strategy.** In the past year, we implemented both short-term and long-term measures in order to improve our earnings and prepare for future growth. The initial successes show that we are on the right path. Through the insourcing of processes and the reduction of procured services, for example, we reduced the direct project costs and further increased our profitability as well as our liquidity and balance sheet strength.

We passed our Strategy 2020 in April, which calls for operational excellence and a strengthening of our core business. In addition, we will establish a business in intelligent mobility solutions (IMS) with new business models and integrated multi-application solutions. The future will see us expand our offerings from the highway into the city. In addition to public agencies, our customers will in future also include end-users.

With the acquisition of the Californian company Streetline in April, our group now includes the pioneer in smart parking solutions, which we are now developing even further.

The major order that we were able to announce yesterday significantly strengthens our core business.

Kapsch TrafficCom has been awarded a contract by the Dutch national road authority Rijkswaterstaat and has received the intention to award a contract by the English road authority Highways England to supply a traffic management system as part of the collaborative program CHARM. This is Europe's first integrated advanced traffic management system. It is not only the largest order that we have received in the past two years, it also has strategic significance for the Kapsch TrafficCom Group. With this order, we attain a globally recognized position in the area of TMS (traffic management systems) alongside the position we already enjoy in the area of ETC (electronic toll collection).

We are therefore well on the way to implementing our Strategy 2020. We will continue developing the existing projects over the coming months. Continued system expansions in Belarus and in Poland have been ordered, and these will also contribute significantly to revenues and earnings in the current fiscal year 2015/16. In addition, we look forward to invitations to tender and potential contract extensions: In Slovenia, an invitation to tender was recently announced in which we will again take part. In Austria, the new invitation to tender for the existing toll system is under way, and an invitation to tender is also in preparation in the Czech Republic. Another major project is currently in the offer phase in the U.S.A., and we are stepping up our efforts to actively contact potential customers like we already successfully did it in Belarus.

We expect the fiscal year 2015/16 to be both challenging and rich in opportunities. The profitability of the core business should offer us sufficient freedom for future investments.

Sincerely,



Georg Kapsch  
CEO

# Kapsch TrafficCom

## Shares.

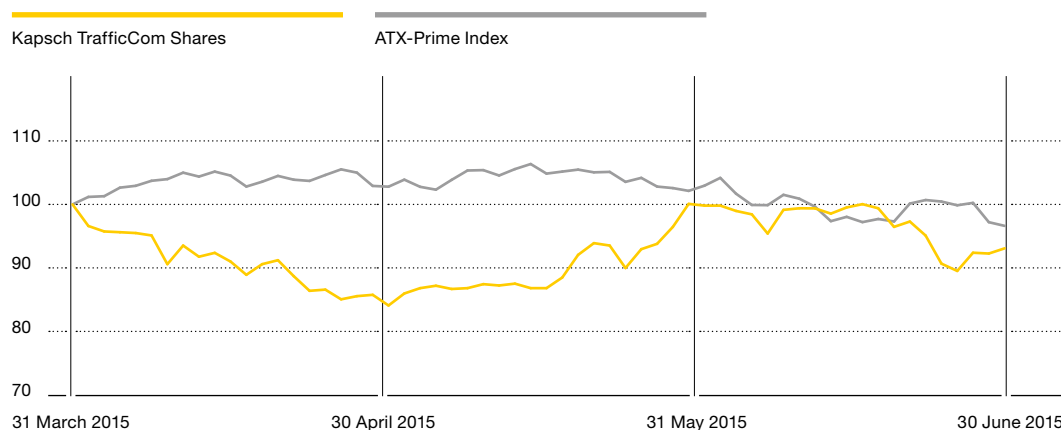
The Kapsch TrafficCom shares are listed on the Vienna Stock Exchange and are included in the Austrian indexes ATX Prime, ATX Global Players and the sustainability index VÖNIX.

The share price continued to exhibit a high level of volatility in the first quarter of the fiscal year 2015/16. The recovery in the previous quarter to EUR 23.85 was followed in April by a price decline of more than 15 %, after which the price of the Kapsch TrafficCom shares rose back to the level of the start of the fiscal year. At the end of the quarter on 30 June 2015, the shares closed down roughly 7 % at EUR 22.20. The rest of the market experienced similar developments during

the reporting period, although with significantly lower volatility. The ATX Prime index and the international comparison indexes also declined by single-digit percentages.

The number of shares is 13 million. KAPSCH-Group Beteiligungs GmbH holds 63.1 % of the shares. The remaining 36.9 % are in free float, of which approximately 5.4 % have been held according to the company's information by The Bank of New York Mellon Corporation as well as its affiliated companies since the start of July. The market capitalization with respect to the closing share price of EUR 22.20 was EUR 288.5 million at the end of the quarter.

Share price development in the first quarter of fiscal year 2015/16 (Kapsch TrafficCom and ATX Prime Index)



The final price of the Kapsch TrafficCom shares and the final value of the ATX Prime Index on 31 March 2015, both indexed to 100.

### Information on the Shares

Investor Relations Officer	Marcus Handl
Shareholders' Telephone	+43 50 811 1120
E-Mail	ir.kapschtraffic@kapsch.net
Website	www.kapschtraffic.com
Stock Exchange	Vienna, Prime Market
ISIN	AT000KAPSCH9
Trading Symbol	KTCG
Reuters	KTCG.VI
Bloomberg	KTCG AV

### Financial Calendar

09 September 2015	Ordinary Shareholders' Meeting for fiscal year 2014/15
16 September 2015	Deduction of dividends for fiscal year 2014/15
23 September 2015	First day of payment for fiscal year 2014/15 dividends
19 November 2015	Interim report for fiscal year 2015/16 Q2
24 February 2016	Interim report for fiscal year 2015/16 Q3
16 June 2016	Preliminary results of fiscal year 2015/16
07 September 2016	Ordinary Shareholders' Meeting for fiscal year 2015/16

# Analysis

## of the Results and Balance Sheet.

### Revenues and earnings.

The revenues of Kapsch TrafficCom Group were EUR 117.1 million in the first quarter of the current fiscal year 2015/16 (2015/16 Q1), down by 0.7% from EUR 118.0 million in the same period of the previous fiscal year. While revenue in the Road Solution Projects (RSP) segment declined, increased revenue was recorded in the Services, System Extensions, Components Sales (SEC) segment.

Revenues by segment in the first three months were as follows:

- ▶ The segment RSP (Road Solution Projects) recorded a revenue of EUR 14.9 million after EUR 24.4 million in the same period of the previous fiscal year, a decrease of 38.8%. The revenue contributions in the reporting quarter for the installation project in Belarus, the managed lane system project in Texas, U.S.A., and the GNSS (Global Navigation Satellite System) project in France were below those of the same quarter of the previous year since these projects have already reached advanced stages of completion. The system project in Texas, U.S.A., is currently being expanded in small stages. The projects obtained in the fiscal year 2014/15 in New Zealand (Tauranga), Australia (WestConnex M4 highway, Sydney, amongst others) and in the U.S.A. (New York State Thruway) are included now for the first time.
- ▶ In the segment SEC (Services, System Extensions and Components Sales), revenue increased by 10.9% from EUR 87.0 million in the previous fiscal year to EUR 96.5 million this year. Significant contributors to this increase in revenue were the component sales as well as the ongoing expansion of the Polish toll system. The technical and commercial operation of the nationwide system in the Czech Republic, the operation project in Poland, the technical operation including maintenance of the nationwide system in Austria and the technical and commercial operation project in Belarus continued to provide stable revenue contributions. The project in South Africa also contributed to revenue as expected.

The number of on-board units sold amounted to 2.33 million units (2014/15 Q1: 1.57 million units). Increases were observed in particular in North America, France and Spain, while the sales figures in Chile declined relative to the comparison period.

- ▶ The segment OTH (Others) recorded revenue of EUR 5.7 million in the first quarter of 2015/16, a decrease of 13.5% (2014/15 Q1: EUR 6.6 million). This decline resulted from the lower production and deliveries for the GSM-R project of Kapsch CarrierCom compared with the same period of the previous year. A positive contribution to segment revenue was made by the non-ITS-related business of KTC USA Inc., largely due to the operational monitoring of environmental facilities in the U.S.A. and Australia.

In the first three months of the current fiscal year, the Kapsch TrafficCom Group reported an operating result (EBIT) of EUR 12.8 million (2014/15 Q1: EUR 0.6 million). The successful implementation of the cost-reducing program enabled an improvement of the EBIT margin to 10.9% in the first quarter of 2015/16 (2014/15 Q1: 0.5%). Operating results by segment were as follows:

- ▶ The segment RSP achieved an EBIT of EUR -7.1 million during the reporting period after EUR -12.4 million in the first quarter of the previous year. The new projects obtained in the previous fiscal year contributed to this improved result. The result also reflects the initial successes of Program 2020, which comprises a set of measures for reducing costs and increasing earnings. Nevertheless, it was not possible to fully cover the expenditures for development and preparatory work for potential tenders as well as expenditures for ongoing tenders attributed to this segment.
- ▶ The segment SEC achieved an EBIT of EUR 19.5 million (2014/15 Q1: EUR 12.9 million). This increase can be largely attributed to higher earnings contributions from the components business. The positive effects of Program 2020 can be seen in this segment as well.
- ▶ The segment OTH exhibited an EBIT of EUR 0.5 million in the reporting quarter (2014/15 Q1: EUR 0.1 million). The most significant influence here came from KTC USA Inc.

The financial result improved from EUR 1.9 million in the comparison period of the previous year to EUR 2.3 million. The finance income increased largely due to the profit from the sale of securities in the amount of EUR 3.3 million (2014/15 Q1: EUR 0.0 million). Under finance costs, an increase in the as yet unrealized foreign currency losses in the amount of EUR -1.1 million was recorded (2014/15 Q1: EUR -0.2 million).

The profit for the period improved significantly. In particular, the share attributable to the equity holders of the company increased to EUR 9.8 million (2014/15 Q1: EUR -0.8 million). This resulted in a profit per share for the Kapsch TrafficCom Group of EUR 0.75 (2014/15 Q1: EUR -0.06).

### **Financial position and cash flows.**

The total assets as on 30 June 2015 were below those of the previous year at EUR 505.7 million (31 March 2015: EUR 515.6 million). The total equity of EUR 223.3 million was EUR 4.0 million above the comparison value at the end of the fiscal year of EUR 219.4 million. The equity ratio of the Kapsch TrafficCom Group improved as a result from 42.5 % on 31 March 2015 to 44.2 % on 30 June 2015.

The most significant changes in assets involved the non-current assets. Other non-current assets decreased by EUR 10.9 million due to the contractually agreed repayments from the Belorussian installation project over a period of 36 months and the associated movement from non-current to current trade receivables. In addition, the other current financial assets declined due to the sale of securities.

The largest change on the liabilities side of the balance sheet occurred in the non-current financial liabilities, which declined by EUR 9.2 million. This is related to the buyback of corporate bonds in the amount of EUR 4.2 million as well as the repayment of the financing for the installation of the nationwide electronic truck toll system in Belarus. The current liabilities decreased by EUR 4.9 million, which is attributable on the one hand to the decrease in trade payables from the project business by EUR 9.4 million as on the reporting date, while on the other hand other liabilities and deferred income increased by EUR 5.9 million due to open liabilities to minority shareholders and the assumption of liabilities in connection with the acquisition of Streetline, Inc., U.S.A.

The net cash flow from operating activities amounted to EUR 16.0 million. This development was largely influenced by the positive profit from operating activities as well as the decrease in non-current receivables and assets, which was however partially compensated for by the increase in current receivables and assets. The sale of securities also had a positive effect on the cash flows. The cash flow from investing activities was determined in the first quarter by the sale of securities as well as the cash inflow from the purchase of the shares in Streetline, Inc., U.S.A., and was positive at EUR 6.6 million. The free cash flow was also once again positive at EUR 14.7 million. The decrease in the current and non-current financial liabilities due to the buyback of corporate bonds, the repayment of project financing and the dividends paid out to minority shareholders of group companies resulted in a negative net cash flow from financing activities of EUR -17.5 million.

Cash and cash equivalents increased from EUR 96.8 million on 31 March 2015 to EUR 100.4 million on 30 June 2015. The decline in non-current financial liabilities and the increase in cash and cash equivalents led to a decline in net debt to EUR -25.9 million on 30 June 2015 (31 March 2015: EUR -35.9 million).



# Condensed consolidated interim financial information as of 30 June 2015.\*)

## Kapsch TrafficCom Group – Consolidated statement of comprehensive income.

All amounts in TEUR	Notes	2015/16 Q1	2014/15 Q1
<b>Revenues</b>	(5)	<b>117,126</b>	<b>117,970</b>
Other operating income		3,306	3,068
Changes in finished and unfinished goods and work in progress		-3,361	2,218
Own work capitalized		221	0
Cost of materials and other production services		-38,591	-58,593
Staff costs		-39,008	-36,554
Amortization and depreciation		-4,129	-4,108
Other operating expenses		-22,772	-23,357
<b>Operating result</b>	(5)	<b>12,791</b>	<b>643</b>
Finance income		5,391	3,441
Finance costs		-3,126	-1,535
<b>Financial result</b>		<b>2,264</b>	<b>1,906</b>
Result from associates		-38	137
<b>Result before income taxes</b>		<b>15,017</b>	<b>2,686</b>
Income taxes	(13)	-3,545	-2,404
<b>Result for the period</b>		<b>11,472</b>	<b>282</b>
Result attributable to:			
Equity holders of the company		9,758	-755
Non-controlling interests		1,714	1,037
		<b>11,472</b>	<b>282</b>
<b>Earnings per share from the result for the period attributable to the equity holders of the company (in EUR)</b>		<b>0.75</b>	<b>-0.06</b>
<b>Other comprehensive income for the period</b>			
<b>Items subsequently reclassified to the result for the period:</b>			
Currency translation differences		-214	-263
Currency translation differences from net investments in foreign operations		1,602	298
Available-for-sale financial assets:			
Fair value gains/losses recognized in other comprehensive income		611	-889
Reclassification of cumulated net gains to the result for the period (sale of available-for-sale financial assets)		-3,318	0
Income tax relating to items subsequently reclassified to the result for the period		461	-118
<b>Total items subsequently reclassified to the result for the period</b>		<b>-858</b>	<b>-972</b>
<b>Items subsequently not reclassified to the result for the period:</b>			
Remeasurements of liabilities from post-employment benefits		0	0
Income tax relating to items subsequently not reclassified to the result for the period		0	0
<b>Total items subsequently not reclassified to the result for the period</b>		<b>0</b>	<b>0</b>
<b>Other comprehensive income for the period net of tax</b>	(14)	<b>-858</b>	<b>-972</b>
<b>Total comprehensive income for the period</b>		<b>10,615</b>	<b>-691</b>
Total comprehensive income attributable to:			
Equity holders of the company		8,872	-1,740
Non-controlling interests		1,743	1,050
		<b>10,615</b>	<b>-691</b>

Earnings per share relate to 13.0 million shares.

The notes on the following pages form an integral part of this condensed interim financial information.

\*) The condensed consolidated interim report has neither been audited nor been reviewed by an auditor.

**Kapsch TrafficCom Group – Consolidated balance sheet.**

All amounts in TEUR	Notes	30 June 2015	31 March 2015
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	(6)	22,386	22,393
Intangible assets	(6)	69,143	71,250
Interests in associates	(7)	1,961	2,014
Other non-current financial assets and investments	(8)	23,712	23,099
Other non-current assets		17,242	28,138
Deferred tax assets		14,547	13,590
		<b>148,991</b>	<b>160,485</b>
<b>Current assets</b>			
Inventories		46,509	47,670
Trade receivables and other current assets		209,826	205,387
Other current financial assets	(8)	0	5,291
Cash and cash equivalents		100,415	96,765
		<b>356,750</b>	<b>355,113</b>
<b>Total assets</b>		<b>505,741</b>	<b>515,597</b>
<b>EQUITY</b>			
<b>Capital and reserves attributable to equity holders of the company</b>			
Share capital	(9)	13,000	13,000
Capital reserve		117,509	117,509
Retained earnings and other reserves		86,321	77,449
		<b>216,830</b>	<b>207,958</b>
<b>Non-controlling interests</b>		<b>6,503</b>	<b>11,403</b>
<b>Total equity</b>		<b>223,333</b>	<b>219,361</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Non-current financial liabilities	(10)	79,792	88,985
Liabilities from post-employment benefits to employees	(11)	25,104	25,210
Non-current provisions	(12)	1,692	1,661
Other non-current liabilities		4,453	4,657
Deferred income tax liabilities		2,952	2,380
		<b>113,995</b>	<b>122,892</b>
<b>Current liabilities</b>			
Trade payables		39,066	48,441
Other liabilities and deferred income		71,459	65,535
Current tax payables		2,672	1,174
Current financial liabilities	(10)	46,473	48,969
Current provisions	(12)	8,741	9,225
		<b>168,413</b>	<b>173,344</b>
<b>Total liabilities</b>		<b>282,408</b>	<b>296,236</b>
<b>Total equity and liabilities</b>		<b>505,741</b>	<b>515,597</b>

The notes on the following pages form an integral part of this interim financial information.

## Kapsch TrafficCom Group – Consolidated statement of changes in equity.

All amounts in TEUR

	Attributable to equity holders of the company				Non-controlling interests	Total equity
	Consolidated					
	Share capital	Capital reserve	Other reserves	retained earnings		
<b>Carrying amount as of 31 March 2014</b>	<b>13,000</b>	<b>117,509</b>	<b>-13,713</b>	<b>86,004</b>	<b>10,310</b>	<b>213,110</b>
Dividend				0	-6,750	-6,750
Result for the period				-755	1,037	282
Other comprehensive income for the period:						
Currency translation differences			-52		13	-39
Fair value gains/losses on available-for-sale financial assets			-933		0	-933
<b>Carrying amount as of 30 June 2014</b>	<b>13,000</b>	<b>117,509</b>	<b>-14,698</b>	<b>85,249</b>	<b>4,610</b>	<b>205,670</b>
<b>Carrying amount as of 31 March 2015</b>	<b>13,000</b>	<b>117,509</b>	<b>-12,184</b>	<b>89,634</b>	<b>11,403</b>	<b>219,361</b>
Dividend				0	-6,663	-6,663
Effects from acquisition of shares in subsidiaries				0	21	21
Result for the period				9,758	1,714	11,472
Other comprehensive income for the period:						
Currency translation differences			959		28	988
Fair value gains/losses on available-for-sale financial assets			-1,845		0	-1,845
<b>Carrying amount as of 30 June 2015</b>	<b>13,000</b>	<b>117,509</b>	<b>-13,070</b>	<b>99,391</b>	<b>6,503</b>	<b>223,333</b>

The effects from the acquisition of shares in subsidiaries in the first quarter of the fiscal year 2015/16 result from the acquisition of shares in Streetline, Inc., California (see note 15). The notes on the following pages form an integral part of this interim financial information.

**Kapsch TrafficCom Group – Consolidated cash flow statement.**

All amounts in TEUR	2015/16 Q1	2014/15 Q1
<b>Cash flow from operating activities</b>		
Operating result	12,791	643
Adjustments for non-cash items and other reconciliations:		
Scheduled amortization and depreciation	4,129	4,108
Increase/decrease in liabilities from post-employment benefits	-106	-73
Increase/decrease in other non-current liabilities and provisions	-25	-160
Increase/decrease in other non-current receivables	-1,022	-1,578
Increase/decrease in trade receivables (non-current)	13,006	8,248
Increase/decrease in trade payables (non-current)	-214	-328
Other (net)	4,222	496
	<b>32,781</b>	<b>11,356</b>
Changes in net current assets:		
Increase/decrease in trade receivables and other assets	-2,960	19,745
Increase/decrease in inventories	1,161	3,157
Increase/decrease in trade payables and other current payables	-8,604	1,700
Increase/decrease in current provisions	-483	67
	<b>-10,887</b>	<b>24,670</b>
<b>Cash flow from operations</b>	<b>21,894</b>	<b>36,026</b>
Interest received	313	445
Interest payments	-1,331	-1,207
Net payments of income taxes	-4,870	-1,473
<b>Net cash flow from operating activities</b>	<b>16,007</b>	<b>33,791</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	-1,548	-1,011
Purchase of intangible assets	-19	-57
Purchase of securities and investments	0	-208
Increase in cash from the acquisition of entities (less payment for the acquisition of the entity)	2,543	0
Proceeds from the disposal of property, plant and equipment and intangible assets	291	131
Proceeds from the disposal of securities and investments	5,335	0
<b>Net cash flow from investing activities</b>	<b>6,601</b>	<b>-1,144</b>
<b>Cash flow from financing activities</b>		
Dividends paid to non-controlling interests	-6,663	-6,750
Increase in non-current financial liabilities	44	45
Decrease in non-current financial liabilities	-9,237	-5,263
Increase in current financial liabilities	892	1,299
Decrease in current financial liabilities	-2,490	-2,600
<b>Net cash flow from financing activities</b>	<b>-17,454</b>	<b>-13,269</b>
<b>Net increase/decrease in cash and cash equivalents</b>	<b>5,154</b>	<b>19,379</b>
<b>Change in cash and cash equivalents</b>		
Cash and cash equivalents at beginning of period	96,765	57,731
Net increase/decrease in cash and cash equivalents	5,154	19,379
Exchange gains/losses on cash and cash equivalents	-1,504	307
<b>Cash and cash equivalents at end of period</b>	<b>100,415</b>	<b>77,417</b>

The notes on the following pages form an integral part of this interim financial information.

# Selected notes

## to the condensed consolidated interim financial information.

### 1 General information.

Kapsch TrafficCom Group is an international supplier of superior intelligent transportation systems (ITS).

The business activities of the Kapsch TrafficCom Group are subdivided into the following three segments:

- ▶ Road Solution Projects (RSP)
- ▶ Services, System Extensions, Components Sales (SEC)
- ▶ Others (OTH)

The segment Road Solution Projects relates to the installation of ITS solutions.

The segment Services, System Extensions, Components Sales relates to the sale of services (maintenance and operation) and components in the area of ITS solutions.

The segment Others relates to non-core business activities conducted by Kapsch Components GmbH & Co KG. In this segment, Kapsch TrafficCom Group offers engineering solutions, electronic manufacturing and logistics services to affiliated entities and third parties. Furthermore, the non-ITS relevant business of KTC USA Inc. is allocated to this segment, including solutions, systems and services for operational monitoring of public transportation and environmental infrastructure.

### 2 Basis of preparation.

This condensed interim financial information for the first quarter of the current fiscal year 2015/16 ended 30 June 2015 has been prepared in accordance with IAS 34 "Interim financial reporting". The interim condensed financial report should be read in conjunction with the annual financial statements for the year ended 31 March 2015.

For ease of presentation, amounts have been rounded and, unless indicated otherwise, are presented in thousand Euro (TEUR). However, calculations are done using exact amounts, including the digits not shown, which may lead to rounding differences.

### 3 Accounting policies.

The accounting policies adopted are consistent with those of the annual financial statements for the year ended 31 March 2015, as described in the annual financial statements for the year ended 31 March 2015.

In the condensed interim financial information for the first quarter of the current fiscal year 2015/16 the following new or amended IFRS and IFRIC have been adopted.

New/adopted IFRSs		Applicable to financial years beginning on or after
IAS 19	Employee Benefits (Amendment)	1 January 2015
<b>Annual improvement to IFRS, 2010–2012</b>		
IFRS 2	Share-based Payment	1 January 2015
IFRS 3	Business Combinations	1 January 2015
IFRS 8	Operating Segments	1 January 2015
IFRS 13	Fair Value Measurement	1 January 2015
IAS 16	Property, Plant and Equipment	1 January 2015
IAS 24	Related Party Disclosures	1 January 2015
IAS 38	Intangible Assets	1 January 2015

New/adopted IFRSs		Applicable to financial years beginning on or after
Annual improvement to IFRS, 2011–2013		
IFRS 1	First-time Adoption of International Financial Reporting Standards	1 January 2015
IFRS 3	Business Combinations	1 January 2015
IFRS 13	Fair Value Measurement	1 January 2015
IAS 40	Investment Property	1 January 2015

Adoption of the new/amended standards did not result in any significant effects on the condensed consolidated interim financial information.

#### 4 Risk management.

The financial risks to which Kapsch TrafficCom Group is exposed are generally consistent with those of the consolidated financial statements for the year ended 31 March 2015 and are described therein.

#### 5 Segment information.

2015/16 Q1 All amounts in TEUR	Road Solution Projects	Services,		Consolidated group
		System Extensions, Components Sales	Others	
Revenues	14,914	96,495	5,717	117,126
Operating result	-7,142	19,476	457	12,791

2014/15 Q1 All amounts in TEUR	Road Solution Projects	Services,		Consolidated group
		System Extensions, Components Sales	Others	
Revenues	24,371	86,988	6,611	117,970
Operating result	-12,394	12,939	98	643

The following table contains all single external customers which contributed more than 10 % to the total revenues of the period and additionally shows the information of the respective operating segment.

All amounts in TEUR	2015/16 Q1			2014/15 Q1		
	Revenues	Road Solution Projects	Services, System Extensions, Components Sales	Revenues	Road Solution Projects	Services, System Extensions, Components Sales
Customer 1	20,431		x	19,426		x
Customer 2	18,829		x	14,665		x
Customer 3	8,222	x	x	14,568	x	x

## 6 Capital expenditure.

All amounts in TEUR	30 June 2015	30 June 2014
<b>Carrying amount as of 31 March of prior year</b>	<b>93,644</b>	<b>113,014</b>
Additions	1,567	1,067
Additions from the acquisition	1,297	0
Disposals	-291	-129
Depreciation, amortization, impairments and other movements	-4,129	-4,108
Currency translation differences	-558	331
<b>Carrying amount as of 30 June of fiscal year</b>	<b>91,529</b>	<b>110,175</b>

## 7 Interests in associates.

All amounts in TEUR	30 June 2015	30 June 2014
<b>Carrying amount as of 31 March of prior year</b>	<b>2,014</b>	<b>1,596</b>
Currency translation differences	-14	73
Additions from foundations and acquisitions	0	0
Disposals	0	0
Share in result	-38	137
<b>Carrying amount as of 30 June of fiscal year</b>	<b>1,961</b>	<b>1,806</b>

On 31 July 2012 the group acquired 33 % of the shares in SIMEX, Integración de Sistemas, S.A.P.I. de C.V., Mexico City, Mexico. Taking potential voting rights into account (options for purchase of the remaining shares) the group has the majority of the shares. As the potential voting rights are not assessed to be substantial the presumption of control was rebutted. As significant influence over the financial and business policies exists, the investment is accounted for using the equity method.

## 8 Current and non-current financial assets.

	30 June 2015	31 March 2015	30 June 2014	31 March 2014
Other non-current financial assets and investments	23,712	23,099	27,709	28,506
Other current financial assets	0	5,291	5,050	4,924
	<b>23,712</b>	<b>28,390</b>	<b>32,759</b>	<b>33,430</b>

Other non-current financial assets and investments 2015/16 Q1	Available- for-sale securities	Available- for-sale investments	Other non-current financial assets	Total
<b>Carrying amount as of 31 March 2015</b>	<b>3,803</b>	<b>19,296</b>	<b>0</b>	<b>23,099</b>
Currency translation differences	0	0	0	0
Additions	0	0	2	2
Disposals	0	0	0	0
Change in fair value	-129	740	0	611
<b>Carrying amount as of 30 June 2015</b>	<b>3,675</b>	<b>20,036</b>	<b>2</b>	<b>23,712</b>

Other non-current financial assets and investments 2014/15 Q1	Available- for-sale securities	Available- for-sale investments	Other non-current financial assets	Total
<b>Carrying amount as of 31 March 2014</b>	<b>3,655</b>	<b>23,758</b>	<b>1,093</b>	<b>28,506</b>
Currency translation differences	0	0	10	10
Additions	0	208	0	208
Disposals	0	0	0	0
Change in fair value	49	-1,064	0	-1,015
<b>Carrying amount as of 30 June 2014</b>	<b>3,704</b>	<b>22,902</b>	<b>1,103</b>	<b>27,709</b>

Other current financial assets 2015/16 Q1	Available- for-sale securities	Other current financial assets	Total
<b>Carrying amount as of 31 March 2015</b>	<b>5,291</b>	<b>0</b>	<b>5,291</b>
Currency translation differences	0	0	0
Additions	0	0	0
Disposals	-5,291	0	-5,291
Change in fair value	0	0	0
<b>Carrying amount as of 30 June 2015</b>	<b>0</b>	<b>0</b>	<b>0</b>

Other current financial assets 2014/15 Q1	Available- for-sale securities	Other current financial assets	Total
<b>Carrying amount as of 31 March 2014</b>	<b>4,924</b>	<b>0</b>	<b>4,924</b>
Currency translation differences	0	0	0
Additions	0	0	0
Disposals	0	0	0
Change in fair value	126	0	126
<b>Carrying amount as of 30 June 2014</b>	<b>5,050</b>	<b>0</b>	<b>5,050</b>

As of 30 June 2015, available-for-sale securities relate to government and bank bonds as well as shares in investment funds. As of 30 June 2015, investments classified as available-for-sale mainly relate to a 19.48 % investment in the listed company Q-Free ASA, Trondheim, Norway.

In the first quarter of the fiscal year 2015/16, the disposal of the available-for-sale securities relate to the sale of a mutual fund (ESPA Cash Asset-Backed) and led to a gain amounting to TEUR 3,363 (effect in the result for the period) and TEUR 44 (effect in total comprehensive income for the period).

As of 30 June 2014, other non-current financial assets mainly related to a loan from the group to Simex, Integración de Sistemas, S.A.P.I. de C.V., Mexico, which was repaid in full in the third quarter of fiscal year 2014/15.

#### Fair value-hierarchies and determination of fair value

Financial assets and liabilities have to be classified in one of the three following fair value-hierarchies:

**Level 1.** There are quoted prices in active markets for identical assets and liabilities. In the group, the investment in Q-Free ASA, Trondheim, Norway, as well as listed equity instruments are attributed to Level 1.

**Level 2.** The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques based on observable direct or indirect market data. This category comprises available-for-sale securities, such as government and other bonds, which are quoted, however not regularly traded on a stock market.

Specific valuation techniques used to value financial instruments include:

- ▶ Quoted market prices or dealer quotes for similar instruments;
- ▶ The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves;
- ▶ The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date, with the resulting value discounted back to present value;
- ▶ Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

**Level 3.** Financial instruments are included in level 3 if the valuation information is not based on observable market data.



The classification of current and non-current financial assets is as follows:

	Level 1 Quoted prices	Level 2 Observable market data	Level 3 Not based on observable market data	2015/16 Q1
<b>Non-current financial assets</b>				
Available-for-sale securities	2,969	706	0	3,675
Available-for-sale investments	20,031	0	0	20,031
	<b>22,999</b>	<b>706</b>	<b>0</b>	<b>23,706</b>
<b>Current financial assets</b>				
Available-for-sale securities	0	0	0	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>22,999</b>	<b>706</b>	<b>0</b>	<b>23,706</b>

As of 30 June 2015, available-for-sale investments amounting to TEUR 6 are recognized at amortized cost.

	Level 1 Quoted prices	Level 2 Observable market data	Level 3 Not based on observable market data	2014/15 Q1
<b>Non-current financial assets</b>				
Available-for-sale securities	2,958	746	0	3,704
Available-for-sale investments	22,897	0	0	22,897
	<b>25,855</b>	<b>746</b>	<b>0</b>	<b>26,601</b>
<b>Current financial assets</b>				
Available-for-sale securities	5,050	0	0	5,050
	<b>5,050</b>	<b>0</b>	<b>0</b>	<b>5,050</b>
<b>Total</b>	<b>30,905</b>	<b>746</b>	<b>0</b>	<b>31,651</b>

As of 30 June 2014, other non-current financial assets amounting to TEUR 1.108 are recognized at amortized cost.

## 9 Share capital.

The registered share capital of the company amounts to EUR 13,000,000. The share capital is fully paid in. The total number of ordinary shares issued is 13,000,000. The shares are ordinary bearer shares and have no par value.

## 10 Financial liabilities.

All amounts in TEUR	30 June 2015	31 March 2015	30 June 2014	31 March 2014
Non-current financial liabilities	79,792	88,985	104,276	109,494
Current financial liabilities	46,473	48,969	45,407	46,560
<b>Total</b>	<b>126,266</b>	<b>137,954</b>	<b>149,683</b>	<b>156,054</b>

Movements in borrowings are analyzed as follows:

All amounts in TEUR	Non-current financial liabilities	Current financial liabilities	Total
<b>Carrying amount as of 31 March 2015</b>	<b>88,985</b>	<b>48,969</b>	<b>137,954</b>
Additions	44	892	936
Repayments of borrowings	-9,237	-2,490	-11,727
Reclassification	0	0	0
Currency translation differences	0	-897	-897
<b>Carrying amount as of 30 June 2015</b>	<b>79,792</b>	<b>46,473</b>	<b>126,266</b>

All amounts in TEUR	Non-current financial liabilities	Current financial liabilities	Total
<b>Carrying amount as of 31 March 2014</b>	<b>109,494</b>	<b>46,560</b>	<b>156,054</b>
Additions	45	1,299	1,344
Repayments of borrowings	-5,263	-2,600	-7,863
Reclassification	0	0	0
Currency translation differences	0	149	149
<b>Carrying amount as of 30 June 2014</b>	<b>104,276</b>	<b>45,407</b>	<b>149,683</b>

On 28 April 2015, Kapsch TrafficCom made holders of the corporate bond a buyback offer at a rate of 105.75 %, valid until 19 May 2015. This offer was utilized at a nominal value of TEUR 4,182. The purchased debt instruments were submitted to the Oesterreichische Kontrollbank (OeKB) for redemption on 22 May 2015, leaving the corporate bond with an outstanding volume of TEUR 70,818 with maturity on 3 November 2017.

The fair values and the gross cash flows (including interests) of current and non-current financial liabilities are as follows:

	30 June 2015	30 June 2014
<b>Carrying amount</b>	<b>126,266</b>	<b>149,683</b>
<b>Fair value</b>	<b>139,063</b>	<b>155,703</b>
Gross cash flows:		
Up to 1 year	49,831	47,037
Between 1 and 3 years	86,706	31,536
Between 3 and 5 years	0	74,346
	<b>136,537</b>	<b>152,919</b>

The classification of financial liabilities is as follows:

	Level 1 Quoted prices	Level 2 Observable market data	Level 3 Not based on observ- able market data	2015/16 Q1
Corporate bond	74,323	0	0	74,323
Other financial liabilities	0	64,740	0	64,740
<b>Total</b>	<b>74,323</b>	<b>64,740</b>	<b>0</b>	<b>139,063</b>

	Level 1 Quoted prices	Level 2 Observable market data	Level 3 Not based on observ- able market data	2014/15 Q1
Corporate bond	79,388	0	0	79,388
Other financial liabilities	0	76,315	0	76,315
<b>Total</b>	<b>79,388</b>	<b>76,315</b>	<b>0</b>	<b>155,703</b>

The fair value of the other financial liabilities (level 2) was derived through discounting the gross cash flows over the contracted term at a risk-adjusted interest rate.

## 11 Liabilities from post-employment benefits to employees.

All amounts in TEUR	30 June 2015	31 March 2015	30 June 2014	31 March 2014
Termination benefits	9,632	9,690	8,742	8,790
Retirement benefits	15,472	15,520	13,337	13,363
<b>Total</b>	<b>25,104</b>	<b>25,210</b>	<b>22,079</b>	<b>22,153</b>

### Termination benefits

Termination benefits include legal and contractual entitlements to one-off payments to employees of the group which result from events such as dismissal by the employer, amicable termination of the employment, retirement or death of the employee. For termination benefits the group bears the risk of inflation due to compensation increases. The obligations from termination benefits mainly result from the Austrian entities of the group.

### Retirement benefits

Liabilities for retirement benefits recognized at the balance sheet date relate to retirees only. All pension agreements are based on the final salary, are granted as fixed monthly pension payments and are not covered by external plan assets (funds). In addition, contributions are paid to an external pension fund for employees of the group. For retirement benefits the group bears the risk of longevity and inflation due to pension increases.

## 12 Provisions.

All amounts in TEUR	30 June 2015	31 March 2015	30 June 2014	31 March 2014
Non-current provisions	1,692	1,661	1,322	1,303
Current provisions	8,741	9,225	28,445	28,378
<b>Total</b>	<b>10,434</b>	<b>10,886</b>	<b>29,767</b>	<b>29,680</b>

2015/16 Q1	All amounts in TEUR	31 March 2015	Addition re- sulting from company acquisition			Currency translation differences	30 June 2015	
			Addition	Utilization	Disposal			
	Obligations from anniversary bonuses	1,189	0	7	0	-21	0	1,175
	Other	472	0	76	-5	0	-25	518
	<b>Non-current provisions, total</b>	<b>1,661</b>	<b>0</b>	<b>82</b>	<b>-5</b>	<b>-21</b>	<b>-25</b>	<b>1,692</b>
	Warranties	1,611	711	0	0	-82	-40	2,201
	Losses from pending transactions and rework	1	0	0	0	0	0	1
	Legal fees, costs of litigation and contract risks	402	0	0	-30	-36	1	337
	Costs of dismantling, removing and restoring assets	0	183	0	0	-7	-10	166
	Other	7,211	0	1,339	-1,351	-1,059	-102	6,037
	<b>Current provisions, total</b>	<b>9,225</b>	<b>894</b>	<b>1,340</b>	<b>-1,381</b>	<b>-1,185</b>	<b>-151</b>	<b>8,741</b>
	<b>Total</b>	<b>10,886</b>	<b>894</b>	<b>1,422</b>	<b>-1,386</b>	<b>-1,206</b>	<b>-176</b>	<b>10,434</b>

2014/15 Q1 All amounts in TEUR	31 March 2014	Addition re- sulting from company				Disposal	Currency translation differences	30 June 2014
		acquisition	Addition	Utilization				
Obligations from anniversary bonuses	1,120	0	19	0	-7	0	1,132	
Other	183	0	10	0	0	-2	190	
<b>Non-current provisions, total</b>	<b>1,303</b>	<b>0</b>	<b>29</b>	<b>0</b>	<b>-7</b>	<b>-2</b>	<b>1,322</b>	
Warranties	1,637	0	6	-29	0	-8	1,606	
Losses from pending transactions and rework	16,201	0	0	0	0	59	16,260	
Legal fees, costs of litigation and contract risks	4,071	0	17	-50	0	14	4,051	
Other	6,468	0	924	-883	-2	21	6,528	
<b>Current provisions, total</b>	<b>28,378</b>	<b>0</b>	<b>946</b>	<b>-961</b>	<b>-2</b>	<b>85</b>	<b>28,445</b>	
<b>Total</b>	<b>29,680</b>	<b>0</b>	<b>975</b>	<b>-961</b>	<b>-10</b>	<b>83</b>	<b>29,767</b>	

### 13 Income taxes.

Income taxes relate to current taxes and to deferred tax assets and deferred tax liabilities. Applying the Austrian corporate tax rate of 25 % to the Group's pre-tax result gives rise to the theoretical value for the tax expense/income. The effective tax expense/income differs from the above due to, among others, different tax regimes in the various countries, the treatment of tax losses, tax allowances and permanent differences.

### 14 Other comprehensive income.

2015/16 Q1 All amounts in TEUR	Before taxes	Tax expense/ income	After taxes
Fair value gains/losses on available-for-sale financial assets:			
Unrealized gains/losses in the current period	611	32	643
Gains/losses recognized in the result for the period	-3,318	829	-2,488
Currency translation differences	-214		-214
Currency translation differences from net investments in foreign business	1,602	-401	1,202
<b>Fair value changes recognized in equity</b>	<b>-1,319</b>	<b>461</b>	<b>-858</b>

In the first quarter of the fiscal year 2015/16 the unrealized gains/losses on available-for-sale financial assets amounting to TEUR 740 relate to fair value changes on the investment in Q-Free ASA, Norway, which are tax neutral.

In the first quarter of the fiscal year 2015/16, the gains/losses recognized in the result for the period relate to the disposal of current available-for-sale financial assets (see note 8).

2014/15 Q1 All amounts in TEUR	Before taxes	Tax expense/ income	After taxes
Fair value gains/losses on available-for-sale financial assets:			
Unrealized gains/losses in the current period	-889	-44	-933
Currency translation differences	-263		-263
Currency translation differences from net investments in foreign business	298	-74	223
<b>Fair value changes recognized in equity</b>	<b>-854</b>	<b>-118</b>	<b>-972</b>

In the first quarter of the fiscal year 2014/15 the unrealized gains/losses on available-for-sale financial assets amounting to TEUR -1,064 relate to fair value changes on the investment in Q-Free ASA, Norway, and are tax neutral.

## 15 Business combinations.

On 14 April 2015 the group acquired a controlling interest in Streetline, Inc., California. Streetline is a leading smart parking company that offers intelligent data and modern analytics to solve parking space problems for end users.

<b>All amounts in TEUR</b>	
Consideration paid	189
Less fair value of net assets acquired (provisionally determined)	-189
<b>Goodwill</b>	<b>0</b>

Assets and liabilities resulting from the acquisition are shown as follows (provisionally determined):

<b>All amounts in TEUR</b>	<b>Fair value</b>
Property, plant and equipment	1,251
Intangible assets	46
Receivables and other assets	580
Cash and cash equivalents	2,732
Provisions	-894
Liabilities, other liabilities and deferred income	-3,504
<b>Net assets acquired</b>	<b>210</b>
thereof controlling interest (90 %)	189
thereof non-controlling interest (10 %)	21

The acquired company contributed revenue of TEUR 651 and a net loss of TEUR 761 to the group's result for the period from 14 April 2015 to 30 June 2015. If the acquisition had occurred on 1 April 2015, there would not have been a significant change in revenue or profit of the group.

## 16 Contingent liabilities and other commitments.

The group's contingent liabilities primarily result from large-scale projects. Other commitments mainly relate to contract and warranty bonds, bank guarantees, performance and bid bonds as well as sureties.

Details of contingent liabilities and other commitments are as follows:

<b>All amounts in TEUR</b>	<b>30 June 2015</b>	<b>31 March 2015</b>
<b>Contract, warranty, performance and bid bonds</b>		
North America (toll collection systems and traffic management)	97,282	79,441
South Africa (toll collection system)	84,758	87,578
Australia (toll collection systems)	20,128	20,593
Austria (toll collection system)	8,500	8,500
Poland (toll collection system)	7,053	7,236
Czech Republic (toll collection system)	4,168	4,126
Portugal (toll collection system)	167	167
Other	1,534	1,647
	<b>223,591</b>	<b>209,288</b>
<b>Bank guarantees</b>	<b>1,673</b>	<b>1,664</b>
<b>Sureties</b>	<b>62</b>	<b>61</b>
<b>Total</b>	<b>225,325</b>	<b>211,014</b>

## 17 Related parties.

The following tables provides an overview of revenues and expenses in the respective fiscal years as well as receivables from and payables due to related parties at the respective balance sheet dates:

All amounts in TEUR	2015/16 Q1	2014/15 Q1
<b>Affiliated companies outside the Kapsch TrafficCom Group</b>		
Revenues	2,733	5,045
Expenses	5,277	6,389
<b>Other related parties</b>		
Revenues	0	0
Expenses	61	239

All amounts in TEUR	30 June 2015	30 June 2014
<b>Affiliated companies outside the Kapsch TrafficCom Group</b>		
Trade receivables and other current assets	2,613	5,381
Trade payables and other liabilities	8,097	12,054
Liabilities from share purchase	2,046	0
<b>Other related parties</b>		
Trade receivables and other current assets	112	127
Trade payables and other liabilities	13,179	11,794

The members of the executive and supervisory boards have management functions or are members in supervisory boards of other companies of the Kapsch Group.

## 18 Events occurring after 30 June 2015.

No material events have occurred after 30 June 2015.

Vienna, 19 August 2015

The Managing Board



Georg Kapsch  
Chief Executive Officer



André Laux  
Executive board member

**Kapsch TrafficCom** is a provider of intelligent transportation systems (ITS) in the solution segments of road user charging, urban access and parking, traffic management, road safety enforcement, commercial vehicle operations, electronic vehicle registration and V2X cooperative systems. With end-to-end solutions, Kapsch TrafficCom covers the entire value creation chain of its customers as a one-stop shop, from components and design to the installation and operation of systems. The core business is to design, build and operate electronic toll collection and traffic management systems. References in 44 countries on all continents make Kapsch TrafficCom a recognized ITS provider worldwide. As part of the Kapsch Group, a family-owned Austrian technology group founded in 1892, Kapsch TrafficCom, headquartered in Vienna, Austria, has subsidiaries and offices in 33 countries, has been listed on the Vienna Stock Exchange (KTCG) since 2007, and generated with more than 3,500 employees revenues of EUR 456 million in fiscal year 2014/15.

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