

# KRONES GROUP CONSOLIDATED FINANCIAL STATEMENTS FOR 2009

Separate income statement	2
Statement of comprehensive income	3
Statement of financial position	4
Statement of cash flows	6
Statement of changes in equity	7

## Separate income statement

	Notes	2009		2008	
		€k	€k	€k	€k
Sales revenue	19	1,864,921		2,381,407	
Reduction (previous year: increase) in inventories of finished goods and work in progress		-7,428		22,645	
Other own work capitalised	20	28,896		36,275	
Other operating income	21	103,289	1,989,678	69,073	2,509,400
Goods and services purchased	22				
Expenses for materials and supplies and for goods purchased		-824,321		-1,007,287	
Expenses for services purchased		-171,868	-996,189	-248,100	-1,255,387
Personnel expenses	23				
Wages and salaries		-512,088		-558,806	
Social security contributions and expenses for pension plans and for benefits		-103,226	-615,314	-102,586	-661,392
Depreciation and amortisation of intangible assets and property, plant and equipment			-59,576		-51,006
Other operating expenses	24		-348,204		-383,985
<b>EBIT</b>			<b>-29,605</b>		<b>157,630</b>
Investment income	25	969		1,564	
Income from other securities and loans classified as non-current financial assets	25	8		22	
Other interest and similar income	25	6,800		3,663	
Write-downs on non-current financial assets	25	-13,188		0	
Interest and similar expenses	25	-4,232		-6,809	
			<b>-9,643</b>		<b>-1,560</b>
<b>Earnings before taxes</b>			<b>-39,248</b>		<b>156,070</b>
Income tax	26		4,767		-49,527
<b>Consolidated net income (loss)</b>			<b>-34,481</b>		<b>106,543</b>
Profit (loss) share of non-controlling interests		169		-449	
Profit (loss) share of KRONES Group shareholders			-34,650		106,992
Earnings per share (diluted/basic) in €	27		-1.13		3.39

## Statement of comprehensive income

Statement of comprehensive income, in €k		2009	2008
	Notes		
Consolidated net income (loss)		-34,481	106,543
Exchange differences on translation		4,291	-3,262
Available-for-sale financial instruments			
Derivative financial instruments		-1,776	850
Other comprehensive income	8	2,515	-2,412
<b>Total comprehensive income</b>	<b>8</b>	<b>-31,966</b>	<b>104,131</b>
of which attributable to non-controlling interests		169	-449
of which attributable to KRONES Group shareholders		-32,135	104,580

## Statement of financial position

Assets	Notes	31 Dec 2009		31 Dec 2008	
		€k	€k	€k	€k
Intangible assets	1	86,118		79,815	
Property, plant and equipment	2	407,416		386,739	
Non-current financial assets	3	2,296		15,470	
<b>Property, plant and equipment, intangible assets, and non-current financial assets</b>		<b>495,830</b>		<b>482,024</b>	
Deferred tax assets	7	12,005		9,334	
Trade receivables	5	18,827		24,754	
Current tax receivables	7	10,853		12,082	
Other assets	5	4,955		6,079	
<b>Non-current assets</b>			<b>542,470</b>		<b>534,273</b>
Inventories	4	521,949		568,634	
Trade receivables	5	458,257		529,015	
Current tax receivables	7	5,348		5,075	
Other assets	5	126,955		79,720	
Cash and cash equivalents	6	135,519		108,376	
<b>Current assets</b>			<b>1,248,028</b>		<b>1,290,820</b>
<b>Total</b>			<b>1,790,498</b>		<b>1,825,093</b>

Equity and liabilities	Notes	31 Dec 2009		31 Dec 2008	
		€k	€k	€k	€k
Issued capital	8	40,000		40,000	
Capital reserves	9	66,645		103,703	
Retained earnings	10	483,811		467,755	
Other reserves	11	-233		1,543	
Group unappropriated profit		104,680		175,824	
<b>Group equity of the parent company</b>			<b>694,903</b>		<b>788,825</b>
Non-controlling interests	12		753		1,161
<b>Equity</b>	<b>8</b>		<b>695,656</b>		<b>789,986</b>
Provisions for pensions	13	76,751		74,469	
Deferred tax liabilities	7	2,182		14,754	
Other provisions	14	37,668		40,703	
Liabilities to banks	15	0		648	
Trade payables	15	0		55	
Other financial liabilities	15	2,891		7,083	
Other liabilities	15	5,503		6,435	
<b>Non-current liabilities</b>			<b>124,995</b>		<b>144,147</b>
Other provisions	14	183,860		121,356	
Provisions for taxes	14	8,099		17,174	
Liabilities to banks	15	0		83	
Advances received	15	434,245		288,686	
Trade payables	15	162,259		160,458	
Other financial liabilities	15	5,889		37,110	
Other liabilities and accruals	15	175,495		266,093	
<b>Current liabilities</b>			<b>969,847</b>		<b>890,960</b>
<b>Total</b>			<b>1,790,498</b>		<b>1,825,093</b>

## Statement of cash flows

	2009	2008
Notes	€k	€k
Earnings before taxes	-39,248	156,070
Depreciation and amortisation (reversals)	72,764	51,006
Decrease (previous year: increase) in provisions and accruals	-17,000	59,691
Deferred tax item changes recognised in profit or loss	-14,406	2,790
Interest expenses and interest income	-2,568	3,146
Proceeds and losses from the disposal of non-current assets	-174	-755
Other non-cash expenses and income	-787	3,018
Decrease in trade receivables and other assets not attributable to investing or financing activities	61,515	19,446
Decrease (previous year: increase) in inventories	49,719	-65,413
Increase in trade payables and other liabilities not attributable to investing or financing activities	78,742	12,812
<b>Cash generated from operating activities</b>	<b>188,557</b>	<b>241,811</b>
Interest paid	-3,695	-8,522
Income tax paid and refunds received	-15,156	-49,460
<b>Cash flow from operating activities</b>	<b>169,706</b>	<b>183,829</b>
Cash payments to acquire intangible assets	-28,345	-37,797
Proceeds from the disposal of intangible assets	293	8
Cash payments to acquire property, plant and equipment	-59,902	-74,075
Proceeds from the disposal of property, plant and equipment	1,881	2,270
Cash payments to acquire non-current financial assets	-224	-1,022
Proceeds from the disposal of non-current financial assets	210	6
Cash payments to acquire shares in affiliated companies	-7,205	0
Interest received	5,126	3,627
Dividends received	969	1,564
<b>Cash flow from investing activities</b>	<b>-87,197</b>	<b>-105,419</b>
Cash payments to company owners	-18,101	-22,115
Cash payments to acquire treasury shares	-37,058	0
Cash payments to service debt	-731	-79
Cash payments to pay lease liabilities	-2,142	-1,710
<b>Cash flow from financing activities</b>	<b>-58,032</b>	<b>-23,904</b>
Net change in cash and cash equivalents	24,477	54,506
Changes in cash and cash equivalents arising from exchange rates	2,666	-1,125
Changes in cash and cash equivalents arising from the consolidated group	0	1,245
Cash and cash equivalents at the beginning of the period	108,376	53,750
<b>Cash and cash equivalents at the end of the period</b>	<b>135,519</b>	<b>108,376</b>

## Statement of changes in equity

	Parent company							Non-controlling interests	Group equity
	Issued capital	Capital reserves	Retained earnings	Currency differences in equity	Other reserves	Group unappropriated profit	Equity	Equity	
	€k	€k	€k	€k	€k	€k	€k	€k	€k
Notes	8	9	10		11			12	
<b>At 1 January 2008</b>	<b>40,000</b>	<b>103,703</b>	<b>409,263</b>	<b>-5,701</b>	<b>693</b>	<b>158,402</b>	<b>706,360</b>	<b>1,610</b>	<b>707,970</b>
Dividend payment (€0.70 per share)						-22,115	-22,115		-22,115
Consolidated net income 2008						106,992	106,992	-449	106,543
Allocation to retained earnings			67,455			-67,455	0		0
Currency differences				-3,262			-3,262		-3,262
Hedge accounting					850		850		850
<b>At 31 December 2008</b>	<b>40,000</b>	<b>103,703</b>	<b>476,718</b>	<b>-8,963</b>	<b>1,543</b>	<b>175,824</b>	<b>788,825</b>	<b>1,161</b>	<b>789,986</b>
Dividend payment (€0.60 per share)						-18,101	-18,101		-18,101
Consolidated net income 2009						-34,650	-34,650	169	-34,481
Purchase of treasury shares		-37,058					-37,058		-37,058
Allocation to retained earnings			18,507			-18,507	0		0
Changes in the consolidated group			-6,628				-6,628	-577	-7,205
Currency differences				4,177		114	4,291		4,291
Hedge accounting					-1,776		-1,776		-1,776
<b>At 31 December 2009</b>	<b>40,000</b>	<b>66,645</b>	<b>488,597</b>	<b>-4,786</b>	<b>-233</b>	<b>104,680</b>	<b>694,903</b>	<b>753</b>	<b>695,656</b>