H1 2015

Group Management Report on the period from January 1 to June 30, 2015

WashTec

Very good result in the first half of the year strengthens positive outlook for the full year

- **Revenues at € 160.6m (prior year: € 141.9m); EBIT at € 13.8m (prior year: € 5.9m);**
- **Positive business development particularly attributable to equipment and service**
- **Free cash flow increases to € 10.5m (prior year: € 5.4m)**

H1 2015 Rounding differences are possible		Jan 1 to Jun 30 2015	Jan 1 to Jun 30 2014	Change absolute	Change in percent
Revenues	€m	160.6	141.9	18.7	13.2
EBITDA	€m	18.6	11.0	7.6	69.1
EBIT	€m	13.8	5.9	7.9	133.9
EBIT margin	%	8.6	4.2		
EBT	€m	13.5	5.6	7.9	141.1
Employees per reporting date	persons	1,668	1,679	–11	
Average number of shares	units	13,932,312	13,932,312	0	
Earnings per share [1]	€	0.63	0.27	0.36	133.0
Free cash flow [2]	€m	10.5	5.4	5.1	
Investments in fixed assets (capital expenditures)	€m	2.7	2.1	0.6	
Capital ratio per reporting day [3]	%	41.2	45.5	–4.4	

Q2 2015 Rounding differences are possible		Apr 1 to Jun 30 2015	Apr 1 to Jun 30 2014	Change absolute	Change in %
Revenues	€m	85.0	77.1	7.9	10.2
EBITDA	€m	11.9	9.0	2.9	32.2
EBIT	€m	9.5	6.3	3.2	50.8
EBIT margin	%	11.1	8.2		
EBT	€m	9.3	6.2	3.1	50.0
Average number of shares	units	13,932,312	13,932,312	0	
Earnings per share [1]	€	0.45	0.31	0.14	45.2

[1] Diluted = undiluted
[2] Net cash flow – cash outflow from investing activity
[3] Equity capital/balance sheet total

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1. Total revenues and earnings development

EBIT more than doubled

Due to a continued strong second quarter (€ 85.0m; prior year: € 77.1m), revenues in the first half of 2015 equaled € 160.6m and were therefore € 18.7m (13.2%) higher than last year (€ 141.9m). All segments contributed to the revenue increase. The revenues include positive currency effects in the amount of € 5.2. EBIT increased to € 13.8m (prior year: € 5.9m) and thus more than doubled – primarily because of the higher revenues.

The high order backlog at the commencement of the year continued to develop positively and was significantly higher than last year's level by the end of the first half of the year. Thus, it can be expected that the positive business development will continue in the second half of the year, also compared to the prior year.

Major client negotiations in the last quarter have been largely successfully concluded.

2. Economic report

2.1 General conditions and competitive conditions

In the important markets of Core Europe and North America, the investment conditions in our industry improved slightly compared to the situation described in the 2014 annual report. Otherwise, the general conditions were in line with the situation described in the 2014 Group Management Report. The same applies to the competitive conditions. There have been no significant changes in technology, and none are foreseeable.

2.2 Earnings

2.2.1 Revenues by segments and products

Revenues by segment, H1

in €m, IFRS (Rounding differences possible)	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Change absolute	Change %
Core Europe	128.4	117.7	10.7	9.1
Eastern Europe	5.3	4.7	0.6	12.8
North America	27.2	20.8	6.4	30.8
Asia/Pacific	7.3	5.1	2.2	43.1
Consolidation	–7.6	–6.3	–1.3	
Total Group	**160.6**	**141.9**	**18.7**	**13.2**

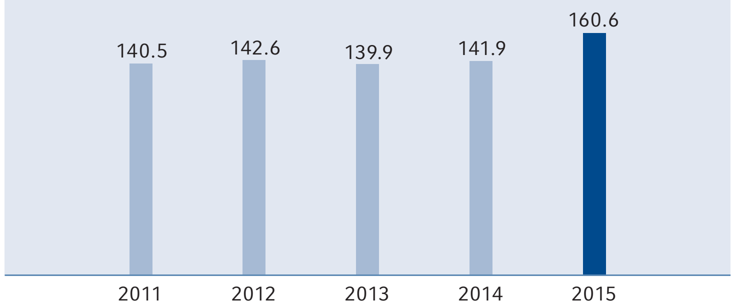
Revenues by segment, Q2

in €m, IFRS (Rounding differences possible)	Apr 1 to Jun 30, 2015	Apr 1 to Jun 30, 2014	Change absolute	Change %
Core Europe	66.6	63.4	3.2	5.0
Eastern Europe	2.4	2.2	0.2	9.1
North America	15.9	11.7	4.2	35.9
Asia/Pacific	3.6	2.6	1.0	38.5
Consolidation	–3.4	–2.8	–0.6	
Total Group	**85.0**	**77.1**	**7.9**	**10.2**

Revenue increase in all segments

The positive revenue development was driven by all regions, particularly Europe and North America. North America's revenues in US dollars amounted to USD 30.3m (prior year: USD 28.5m). Compared to the second quarter of 2014, quarterly group revenues rose by 10.2% (Q2 2015: € 85.0m; Q2 2014: € 77.1m).

Revenues, Jan 1 to Jun 30, in €m, IFRS



Revenues by product, H1

in €m, IFRS (Rounding differences possible)	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Change absolute	Change %
Equipment and service	132.9	117.0	15.9	13.6
Chemicals	20.6	18.3	2.3	12.6
Operator business and others	7.0	6.6	0.4	6.1
Total Group	**160.6**	**141.9**	**18.7**	**13.2**

Revenues by product, Q2

in €m. IFRS (Rounding differences possible)	Apr 1 to Jun 30. 2015	Apr 1 to Jun 30. 2014	Change absolute	Change %
Equipment and service	71.0	64.6	6.4	9.9
Chemicals	10.3	9.1	1.2	13.2
Operator business and others	3.8	3.4	0.4	11.8
Total Group	**85.0**	**77.1**	**7.9**	**10.2**

Revenues increased over all product segments. This also applies for the second quarter. Business development of equipment and service developed most favorably.

2.2.2 Expense items and earnings

- *Disproportionately low cost development*
- *EBITDA climbs to € 18.6m*

Earnings, H1

in €m, IFRS (Rounding differences possible)	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Change absolute	Change %
Gross profit*	96.7	86.3	10.4	12.1
EBITDA	18.6	11.0	7.6	69.1
EBIT	13.8	5.9	7.9	133.9
EBT	13.5	5.6	7.9	141.1

* Revenues plus change in inventory minus cost of materials

Earnings, Q2

in €m, IFRS (Rounding differences possible)	Apr 1 to Jun 30, 2015	Apr 1 to Jun 30, 2014	Change absolute	Change %
Gross profit*	51.3	47.3	4.0	8.5
EBITDA	11.9	9.0	2.9	32.2
EBIT	9.5	6.3	3.2	50.8
EBT	9.3	6.2	3.1	50.0

* Revenues plus change in inventory minus cost of materials

The **gross profit margin** declined only marginally from 60.8% to 60.2%.

Personnel expenses increased only moderately by € 1.0m to € 55.6m (prior year: € 54.6m).

Other operating expenses (including other taxes) increased by € 2.8m to € 25.3m (prior year: € 22.5m). The main reasons for this development were currency conversion effects and effects from the evaluation of assets and liabilities held in foreign currency in the amount of € 1.7m, as well as planned higher expenses for marketing and advisory services.

EBITDA increased by € 7.6m to € 18.6m (prior year: € 11.0m).

EBIT rose by € 7.9m to € 13.8m (prior year: € 5.9m).

EBIT by segment, H1

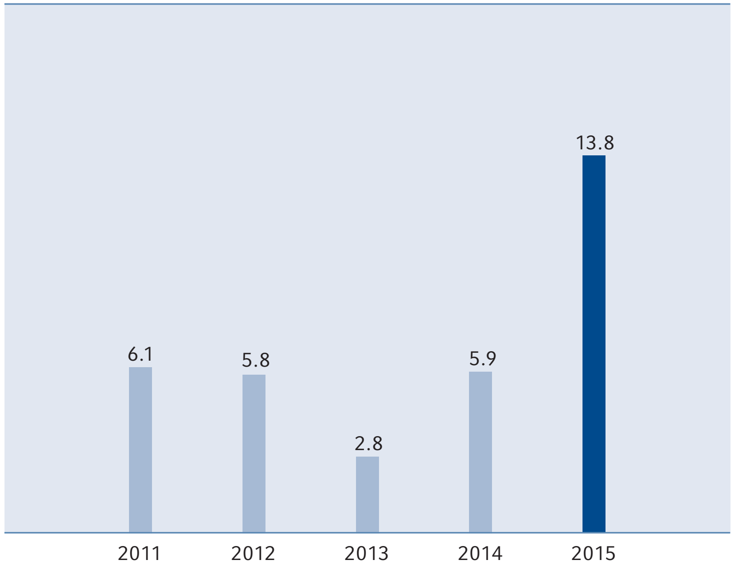
in €m, IFRS (Rounding differences possible)	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Change absolute	Change %
Core Europe	11.9	5.9	6.0	101.7
Eastern Europe	0.0	–0.2	0.2	100.0
North America	1.4	0.6	0.8	133.3
Asia/Pacific	0.2	–0.3	0.5	166.7
Consolidation	0.2	0.0	0.2	
Total Group	**13.8**	**5.9**	**7.9**	133.9

EBIT by segment, Q2

in €m, IFRS (Rounding differences possible)	Apr 1 to Jun 30, 2015	Apr 1 to Jun 30, 2014	Change absolute	Change %
Core Europe	7.5	5.5	2.0	36.4
Eastern Europe	–0.2	0.0	–0.2	–
North America	1.8	0.9	0.9	100.0
Asia/Pacific	0.1	–0.1	0.2	–
Consolidation	0.3	0.1	0.2	
Total Group	**9.5**	**6.3**	**3.2**	50.8

The EBIT increase in the segments **Core Europe, North America** and **Asia/Pacific** is primarily based on the revenue growth achieved. In **Eastern Europe**, one-time costs were incurred due to organizational changes. The activities of this region will be bundled with other export activities.

EBIT, Jan 1 to Jun 30, in €m, IFRS



The exchange rate development between the US dollar and the euro had an impact on revenues, but it had no material effect on the operating income. The balance sheet date valuation used for the assets and liabilities, which were reported in a foreign currency on the balance sheet, had an influence on earnings of € –0.1m (other operating income € 1,1m; other operating costs € 1.2m) compared to € 0.0m prior year.

The **consolidated net result** after taxes increased to € 8.8m (prior year: € 3.7m). **Earnings per share** (diluted = undiluted) therefore rose to € 0.63 (prior year: € 0.27).

2.3 Net Assets

Balance sheet, assets, in € m, IFRS (Rounding differences possible)	Jun 30, 2015	Dec 31, 2014
Non-current assets	**85.9**	**87.1**
thereof intangible assets	6.0	6.2
thereof deferred taxes	3.9	4.1
Current assets	**101.7**	**98.7**
thereof inventories	38.5	35.4
thereof trade receivables, other assets	47.2	44.6
thereof cash and cash equivalents	8.3	15.7
Balance sheet total	**187.6**	**185.8**

Balance sheet, equity and liabilities, in € m, IFRS (Rounding differences possible)	Jun 30, 2015	Dec 31, 2014
Equity	77.3	90.9
Liabilities to banks	7.3	0.3
Other liabilities and provisions	92.0	83.5
thereof trade payables	10.8	5.9
thereof provisions (including income tax debt)	32.5	31.0
Deferred income	8.2	8.2
Deferred tax liabilities	2.8	2.9
Balance sheet total	**187.6**	**185.8**

Mostly as a result of a seasonal increase in trade payables, **net current assets** (short-term trade receivables + inventories – short-term trade payables) declined from € 71.2m as of December 31, 2014 to € 70.2m.

Equity decreased to € 77.3m as of June 30, 2015 (December 31, 2014: € 90.9m), mostly due to the dividend payment. As a result of income and expenses recognized directly in equity capital according to IFRS, the change in equity capital does not match up with the results for the period. The **equity ratio** decreased relative to the end of 2014 from 48.9% to 41.2% mostly as a consequence of the dividend distribution.

Equity ratio equals 41.2%

The **net liquidity** (bank deposit – long-term and short-term bank debt) was € 1.0m (December 31, 2014: € 15.4m) despite the dividend payment. **Net finance debt** (long-term and short-term finance leasing minus net liquidity) increased to € 3.8m (December 31, 2014: € –9.8m).

Other liabilities and provisions climbed to € 92.0m because of higher prepayments received and higher tax liabilities (December 31, 2014: € 83.5m).

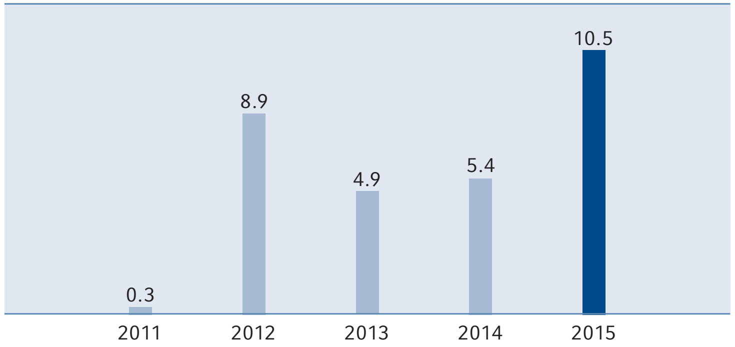
2.4 Financial Position

Cash inflow from operating activities (net cash flow) increased slightly to € 12.9m (prior year: € 7.3m) due to the significant growth in revenues and earnings during the second quarter.

Cash outflow from investing activities increased moderately to € 2.4m (prior year: € 2.0m).

The **free cash flow** (net cash flow less cash outflow from investing activities) equaled € 10.5m (prior year: € 5.4m).

Free cash flow Jan 1 to Jun 30, in € m, IFRS



Overall, **cash and cash equivalents** declined by € 14.4m to € 1.0m compared to December 31, 2014, due to the dividend payment.

2.5 Employees

Number of employees at WashTec Group almost unchanged

Compared to June 30, 2014, the number of employees declined by 11. This decline was due to some vacant positions which have not been staffed yet. Compared to December 31, 2014, the number of employees fell slightly by 4 to 1,668.

3. Forecast, Opportunities and Risk Report

3.1 Forecast

Following the completion of the first half year, the Company is aiming for an increase in revenues adjusted for currency effects of more than 5% in full year 2015. According to current expectations, the exchange rate effects will result in another increase in revenues in the group currency euro.

The revenue increase will have a further positive influence on the significant EBIT increase expected 2015 as communicated in the 2014 annual report (2014 EBIT € 18.5m). The EBIT margin of 8.6% for the first half year is now also aimed at or may even be exceeded for the full year of 2015, which is in line with some analysts' expectations.

In this respect, the following development is expected in the individual segments:

- Core Europe: revenues and earning increasing significantly and thus the forecast is being increased compared to annual report 2014
- Eastern Europe: revenues and earnings increasing significantly
- North America: revenues and earnings increasing significantly
- Asia/Pacific: revenues and earnings increasing significantly

In addition, the company is now assuming a significant increase in free cash flow.

This forecast is uncertain. A key factor will particularly be how the business develops in Core Europe and to what extent the growth potential will be used in the other markets. Due to the loss of a major customer, North America will experience a decline compared to the development of the first six months of the year. The exchange rate development of US dollar to Euro is also difficult to predict.

3.2 Opportunities and risks for group development

The 2014 annual report includes a description of WashTec Group's risk management. There have been no material changes in the opportunities and risks that are described therein. Only the risk of the loss of major customer contracts has been reduced by the conclusion of negotiations.

4. Miscellaneous information

4.1 Information about dealings with related companies and persons

No significant transactions were conducted with related companies and persons during the reporting period.

4.2 Events after the end of the reporting period

No significant events occurred after the end of the reporting period.

5. Share and investor relations

5.1 Share price development

On June 30, 2015, the price for a WashTec share equaled € 19.60. This represents a price increase of 49.6% compared to the € 13.10 per share closing price on the last trading day of the prior year (December 30, 2014). The WashTec share thereby significantly outperformed the

SDAX, which rose by 19.4% since the beginning of the year. In addition, a dividend of € 0.70 plus special dividend of € 0.95 was paid. The distribution by more than 60% has been made from the so-called "capital contribution account for tax purposes" [steuerliches Einlagenkonto] and accordingly was tax-free for many shareholders. WashTec is currently covered by Hauck & Aufhäuser, HSBC Trinkaus & Burkhardt and MM Warburg. All analysts see the price target between € 20.00 minimum up to € 22.70 (by June 2015).

5.2 Shareholder structure

Shareholding in %	Jun 30, 2015
EQMC Europe Development Capital Fund plc [1]	10.80
Kempen European Participations N.V.	10.64
Dr. Kurt Schwarz (u.a. Kerkis GmbH, Leifina GmbH & Co. KG) [2]	8.38
Diversity Industrie Holding AG	6.19
Paradigm Capital Value Fund	6.01
BNY Mellon Service Kapitalanlage-Gesellschaft mbH [3]	5.61
Investment AG für langfristige Investoren TGV	5.43
Lazard Frères Gestion S.A.S.	5.01
Desmarais Family Risiduary Trust [4]	3.48
Free float	38.45

[1] Nmás Dinamia, S.A.
[2] Leifina GmbH & Co. KG et al
[3] Shareholder Value Management AG
[4] Setanta Asset Management

Based on notifications made pursuant to the Securities Trading Act (WpHG)

WashTec AG received no voting rights notifications pursuant to the Securities Trading Act in the second quarter of 2015. On July 24, 2015, Nmás Dinamia, S.A., Madrid, Spain, informed us that its voting share on July 20, 2015 had exeeded the 3%, 5% and 10% thresholds, and equalled 10.80% on that day (before: Nmás Asset Management SGII, S.A., Madrid, Spain: 14.9%). Voting rights were attributed from EQMC Europe Development Capital Fund plc., Dublin, Ireland.

In 2015, the Company received the notices regarding Director's Dealings pursuant to the German Securities Trading Act [Wertpapierhandelgesetz] according to which the members of the supervisory board Dr. Liebler, Mr. Lacher, and Dr. Hein purchased 5,000 shares each.

Five members of the supervisory board have invested in WashTec shares.

In the first half of 2015, the management constantly cultivated the dialogue with shareholders and journalists as well as the financial community. Various investors' conferences were held independently of the annual general meeting.

5.3 Annual general meeting

The annual general meeting of WashTec AG was held on May 13, 2015. The management board stated its position in detail regarding business development, current market conditions and strategy and discussed these matters with the shareholders. All of the resolutions proposed were adopted with a very high majority. The shareholders approved, among other things, a resolution to pay a dividend of € 1.65 for each no-par value share entitled to receive a dividend. In addition to the customary agenda items, an adjustment to the compensation of the supervisory board and a long-term incentive program were adopted. In the context of this program, five members of the supervisory board have invested in WashTec AG with their own funds.

Interim condensed consolidated financial statements

The notes to the consolidated statements form an integral part of the consolidated financial statements.
Rounding differences are possible.

Consolidated Income Statement

in €	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Apr 1 to Jun 30, 2015	Apr 1 to Jun 30, 2014
Revenues	160,582,239	141,938,418	85,037,821	77,131,210
Other operating income	2,321,780	1,723,461	486,060	751,385
Other capitalized development costs	403,354	37,169	259,915	18,584
Change in inventories of work in progress	2,928,839	1,451,967	1,479,701	1,304,646
Total	**166,236,212**	**145,151,015**	**87,263,497**	**79,205,825**
Cost of materials				
Cost of raw materials, consumables and supplies and of purchased material	54,517,767	46,875,379	28,814,038	25,605,490
Cost of purchased services	12,299,403	10,215,698	6,438,024	5,532,036
	66,817,170	**57,091,077**	**35,252,062**	**31,137,526**
Personnel expenses	**55,579,034**	**54,560,003**	**27,637,203**	**27,722,102**
Amortization, depreciation and impairment of tangible and intangible assets	4,776,282	5,104,661	2,404,709	2,699,962
Other operating expenses	24,852,889	22,173,221	12,305,645	11,264,683
Other taxes	416,635	294,355	208,750	76,541
Total operating expenses	**152,442,010**	**139,223,317**	**77,808,369**	**72,900,814**
EBIT	**13,794,202**	**5,927,698**	**9,455,128**	**6,305,011**
Interest and similar income (financial income)	255,364	191,267	130,957	107,279
Interest and similar expenses (financial expenses)	515,341	527,937	263,155	255,854
Financial result	**–259,977**	**–336,670**	**–132,198**	**–148,575**
EBT	**13,534,225**	**5,591,028**	**9,322,930**	**6,156,436**
Income taxes	–4,771,066	–1,877,833	–3,051,327	–1,889,503
Consolidated net income	**8,763,159**	**3,713,195**	**6,271,603**	**4,266,933**
Weighted average number of outstanding shares	**13,932,312**	**13,932,312**	**13,932,312**	**13,932,312**
Earnings per share (diluted = undiluted)	**0.63**	**0.27**	**0.45**	**0.31**

The notes to the consolidated statements form an integral part of the consolidated financial statements. Rounding differences are possible.

Statement of Comprehensive Income

in €k	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014	Apr 1 to Jun 30, 2015	Apr 1 to Jun 30, 2014
Profit after tax	**8,763**	3,713	**6,271**	4,267
Actuarial gains/losses from defined benefit obligations and similar obligations	0	–6	0	0
Items, which cannot be reclassified subsequently to profit and loss	**0**	–6	**0**	0
Adjustment Item for the currency translation of foreign subsidiaries and currency changes	790	121	–241	–135
Exchange differences on net investments in subsidiaries	–107	3	29	202
Deferred taxes	–86	–9	44	–9
Items, which could be subsequently classified to profit and loss	**597**	115	**–168**	58
Valuation gains/losses recognized directly in equity	**597**	109	**–168**	58
Total Income and expense and valuation in gains/losses recognized directly in equity	**9,360**	3,822	**6,103**	4,325

Consolidated Balance Sheet

The notes to the consolidated statements form an integral part of the consolidated financial statements.
Rounding differences are possible.

Assets in €	Jun 30, 2015	Dec 31, 2014
Non-current assets		
Property, plant and equipment	30,997,915	32,689,697
Goodwill	42,312,429	42,312,286
Intangible assets	5,996,607	6,193,695
Trade receivables	2,452,058	1,363,492
Tax receivables	90,367	90,367
Other assets	190,663	422,421
Deferred tax assets	3,871,424	4,075,514
Total non-current assets	**86,911,463**	**87,147,472**
Current assets		
Inventories	38,518,489	35,437,207
Trade receivables	42,407,798	41,712,070
Tax receivables	7,690,791	2,955,793
Other assets	4,795,392	2,895,573
Cash and cash equivalents	8,301,367	15,674,189
Total current assets	**100,713,837**	**98,674,832**
Total assets	**187,625,300**	185,822,304

Equity and liabilities in €	Jun 30, 2015	Dec 31, 2014
Equity		
Subscribed capital	40,000,000	40,000,000
Contingent capital	*8,000,000*	*8,000,000*
Capital reserves	36,463,441	36,463,441
Treasury shares	−417,067	−417,067
Other reseves and exchange rate effects	−2,808,388	−3,405,442
Profit carryforward	−4,711,829	5,556,220
Consolidated net income (for the period)	8,763,159	12,720,265
	77,289,316	**90,917,417**
Non-current liabilities		
Finance leasing liabilities	3,162,265	3,761,876
Provisions for pensions	9,937,586	9,893,416
Other non-current provisions	3,281,644	3,470,468
Other non-current liabilities	531,875	2,032,933
Deferred income	924,407	957,627
Deferred tax liabilities	2,799,783	2,878,579
Total non-current liabilities	**20,637,560**	**22,994,899**
Current liabilities		
Interest-bearing loans	7,273,980	252,130
Finance leasing liabilities	1,666,699	1,902,614
Prepayments on orders	6,999,507	4,607,920
Trade payables	10,768,625	5,949,828
Taxes and levies	5,120,140	5,771,858
Liabilities for social security	1,047,581	950,926
Tax provisions	4,906,324	2,791,402
Other current liabilities	30,262,268	27,545,418
Other current provisions	14,347,851	14,856,710
Deferred income	7,305,449	7,281,182
Total current liabilities	**89,698,424**	**71,909,988**
Total equity and liabilities	**187,625,300**	185,822,304

Consolidated Cash Flow Statement

The notes to the consolidated statements form an integral part of the consolidated financial statements.
Rounding differences are possible.

in €k	Jan 1 to Jun 30, 2015	Jan 1 to Jun 30, 2014
EBT	**13,534**	5,591
Adjustment to reconcile profit before tax to net cash flows:		
Amortization, depreciation and impairment of non-current assets	4,776	5,105
Gain/loss from disposals of non-current assets	–82	45
Other gains/losses	–1,875	–2,239
Financial (interest) income	–255	–191
Financial (interest) expense	515	528
Movements in provisions	–704	179
Changes in net working capital:		
Increase/decrease in trade receivables	–1,165	–2,651
Increase/decrease in inventories	–2,235	–2,226
Increase/decrease in trade payables	4,755	-313
Changes in other net working capital	2,930	6,196
Income tax paid	–7,318	–2,677
Net cash flows from operating activities	**12,876**	**7,347**
Purchase of property, plant and equipment (without finance leasing)	–2,655	–2,122
Proceeds from sale of property, plant and equipment	233	149
Net cash flows from investing activities	**–2,422**	**–1,973**
Repayment of non-current liabilities to banks	0	8,500
Dividend payout	–22,988	–8,917
Interest received	21	27
Interest paid	–475	–475
Repayment of non-current liabilities from finance leases	–965	–1,052
Net cash flows used in financing activities	**–24,407**	**–1,917**
Net increase/decrease in cash and cash equivalents	**–13,953**	**3,457**
Net foreign exchange difference	**–442**	**–106**
Cash and cash equivalents at January 1	**15,422**	**2,743**
Cash and cash equivalents at June 30	**1,027**	**6,094**
Composition of cash and cash equivalents for cash flow purposes:		
Cash and cash equivalents	**8,301**	**6,318**
Current bank liabilities	**–7,274**	**–224**
Cash and cash equivalents at June 30	**1,027**	**6,094**

The notes to the consolidated statements form an integral part of the consolidated financial statements.
Rounding differences are possible.

Statement of Changes in Consolidated Equity

in €k	Number of shares (in units)	Subscribed Capital	Capital reserve	Treasury shares	Other reserves	Exchange effects	Profit carried forward	Total
As of January 1, 2014	**13,932,312**	**40,000**	**36,464**	**–417**	**–2,876**	**181**	**14,473**	**87,825**
Income and expenses recognized directly in equity					–3	121		118
Taxes on transactions recognized directly in equity					–9			–9
Dividend							–8,917	–8,917
Consolidated net income for the period							3,713	3,713
As of June 30, 2014	**13,932,312**	**40,000**	**36,464**	**–417**	**–2,888**	**302**	**9,269**	**82,730**
As of January 1, 2015	**13,932,312**	**40,000**	**36,464**	**–417**	**–4,217**	**812**	**18,277**	**90,917**
Income and expenses recognized directly in equity					–107	790		683
Taxes on transactions recognized directly in equity					–86			–86
Dividend							–22,988	–22,988
Consolidated net income for the period							8,763	8,763
As of June 30, 2015	**13,932,312**	**40,000**	**36,464**	**–417**	**–4,410**	**1,602**	**4,052**	**77,289**

Notes to the Interim Condensed Consolidated Financial Statements of WashTec AG (IFRS)

Notes to the Interim Condensed Consolidated Financial Statements of WashTec AG (IFRS) for the period January 1 to June 30, 2015

General Disclosures

1. Information on the Company

The ultimate parent company of the WashTec Group is WashTec AG, which is entered in the commercial register for the City of Augsburg under registration number HRB 81.

The Company's registered office is located at Argonstrasse 7 in 86153 Augsburg, Germany.

The Company's shares are publicly traded.

The purpose of the WashTec Group comprises the development, manufacture, sale and servicing of car wash products, as well as leasing and all services and financing solutions which are related thereto and required in order to operate car wash equipment.

The consolidated financial statements are prepared in euro. Amounts are rounded-off to the nearest euro or are shown in millions of euro (€m) or in thousands of euro (€k).

2. Accounting and valuation policies

Principles in preparing financial statements

The accounting and valuation methods, which were applied when preparing the interim condensed consolidated financial statements, comply with the methods that were used when preparing the consolidated financial statements for the fiscal year ending December 31, 2014, except for the tax calculation. The tax calculation for condensed interim financial statements is done by multiplying the result with the anticipated applicable annual tax rate.

The interim condensed consolidated financial statements for the period January 1 through June 30, 2015 were prepared in accordance with IAS 34, "Interim Financial Reporting".

The interim condensed consolidated financial statements do not include all explanations and information required for the financial statements for the fiscal year and should be read in conjunction with the consolidated financial statements for the period ending December 31, 2014.

Significant accounting and valuation methods

In the reporting period, the Group applied the following new and revised IFRS Standards and Interpretations.

Standard/ Interpretation	Title	Mandatory application IASB	Endorsement by the EU	Material effects on WashTec
IFRS	Annual Improvements to IFRSs (2011–2013 cycle)	01 Jan 2015	18 Dec 2014	none

Moreover, the IASB and the IFRS Interpretations Committee have enacted additional Standards, Interpretations and Amendments as listed below, but these did not yet have to be applied in fiscal year 2015 or have not yet been recognized by the European Union.

As of June 30, 2015, the WashTec Group had not adopted or applied these Standards earlier than required. The first-time adoption of the Standards is planned for the date on which they are recognized and enacted by the EU.

Standard/ Interpretation	Title	Mandatory application IASB	Endorsement by the EU	Material effects on WashTec
IAS 1	Amendments to IAS 1 Presentation of Financial Statements – Disclosure Initiative	01 Jan 2016	expected in Q4 2015	none
IAS 16 and IAS 38	Amendments to IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortization	01 Jan 2016	expected in Q4 2015	none
IAS 16 and IAS 41	Amendments to IAS 16 Property, Plant and Equipment and IAS 41 Agriculture – Bearer Plants	01 Jan 2016	expected in Q4 2015	none
IAS 19	Amendments to IAS 19 Employee Benefits – Employee Contributions	01 Feb 2015	17 Dec 2014	none
IAS 27	Amendments to IAS 27 Separate Financial Statements – Equity Method in Separate Financial Statements	01 Jan 2016	expected in Q4 2015	none
IFRS 9	Financial Instruments	01 Jan 2018	expected in H2 2015	currently reviewed
IFRS 10 and IAS 28	Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	01 Jan 2016 (postponement expected)	postponed – waiting Exposure Draft from IASB	none
IFRS 10, IFRS 12 and IAS 28	Amendments to IFRS 10 Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 28 Investments in Associates and Joint Ventures – Applying the Consolidation Exception	01 Jan 2016	expected in Q1 2016	none
IFRS 11	Amendments to IFRS 11 Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations	01 Jan 2016	expected in Q4 2015	none
IFRS 14	Regulatory Deferral Accounts	01 Jan 2016	to be decided	none
IFRS 15	Revenue from Contracts with Customers	01 Jan 2018	expected in Q1 2016	currently reviewed
IFRS	Annual Improvements to IFRSs (2012–2014 cycle)	01 Jan 2016	expected in Q1 2016	none

3. Segment reporting

Jan – Jun 2015 in €k, rounding differences are possible	Core Europe	Eastern Europe	Northern America	Asia/ Pacific	Consoli- dation	Group
Revenues	**128,396**	**5,335**	**27,174**	**7,273**	**–7,594**	**160,582**
thereof third party	121,015	5,324	27,102	7,271	–130	**160,582**
thereof with other segments	7,381	11	72	3	–7,466	**0**
EBIT	**11,933**	**46**	**1,417**	**197**	**202**	**13,794**
Interest and similar income (financial income)						**255**
Interest and similar expenses (financial expenses)						**–515**
EBT						**13,534**
Income taxes						**–4,771**
Consolidated net income						**8,763**

Jan – Jun 2014 in €k, rounding differences are possible	Core Europe	Eastern Europe	Northern America	Asia/ Pacific	Consoli- dation	Group
Revenues	**117,698**	**4,705**	**20,789**	**5,066**	**–6,319**	**141,938**
thereof third party	111,458	4,697	20,727	5,067	–12	**141,938**
thereof with other segments	6,240	8	62	–1	–6,308	**0**
EBIT	**5,857**	**–247**	**563**	**–277**	**31**	**5,928**
Interest and similar income (financial income)						**191**
Interest and similar expenses (financial expenses)						**–528**
EBT						**5,591**
Income taxes						**–1,878**
Consolidated net income						**3,713**

4. Equity Capital

The subscribed capital of WashTec AG on June 30, 2015 equaled € 40,000k. This capital is divided into 13,976,970 no-par value shares and has been fully paid-in.

The average number of issued and outstanding shares is 13,932,312.

The annual general meeting of WashTec AG, which was held on May 13, 2015, resolved to use the non-appropriated distributable profit of € 24,415,905.24, which was reported in the Company's annual financial statements for fiscal year 2014, as follows: by paying a dividend in the amount of € 1.65 for each no-par value share entitled to receive a dividend, thereby totaling € 22,988,314.80, and by carrying forward the remaining non-appropriated distributable profit of € 1,427,590.44 to a new account. The dividend of € 1.65 per participating no-par share includes a dividend in the amount of € 0.70 per participating no-par share as well as a special dividend payment in the amount of € 0.95 per participating no-par share.

5. Financial instruments – additional information

The following table, which is derived from the relevant balance sheet items, shows the relationships between the classification and the values assigned to the financial instruments.

Carrying values, valuation approaches and fair values per measurement categories:

in €k	Measurement category under IAS 39	Carrying value June 30, 2015	Balance sheet valuation under IAS 39			Balance sheet valuation under IAS 17	Fair Value June 30, 2015	IFRS 13 Level
			Amortized cost	Fair Value in equity	Fair Value through profit and loss			
Assets								
Cash and cash equivalents	LaR	8,301	8,301	–	–	–	8,301	
Trade receivables	LaR	44,860	44,860	–	–	–	44,860	
Other financial assets	LaR	915	915	–	–	–	915	
Liabilities								
Trade payables	FLAC	10,769	10,769	–	–	–	10,769	
Interest bearing-loans	FLAC	7,274	7,274	–	–	–	7,274	
Other financial liabilities	FLAC	18,403	18,403	–	–	–	18,403	
Finance lease liabilities	n.a.	4,829	–	–	–	4,829	4,829	
Derivatives financial liabilities	FvthP/L	809	–	–	809	–	809	2
Aggregated presentation per IAS 39 measurement categories								
Loans and Receivables (LaR)		54,076	54,076	–	–			
Financial Liabilities Measured at Amortised Cost (FLAC)		36,446	36,446	–	–			
Fair Value Through Profit/Loss (FVthP/L)		809	–	–	809			

in €k	Measurement category under IAS 39	Carrying value Dec 31, 2014	Balance sheet valuation under IAS 39			Balance sheet valuation under IAS 17	Fair Value Dec 31, 2014	IFRS 13 Level
			Amortized cost	Fair Value in equity	Fair Value through profit and loss			
Assets								
Cash and cash equivalents	LaR	15,674	15,674	–	–	–	15,674	
Trade receivables	LaR	43,076	43,076	–	–	–	43,076	
Other financial assets	LaR	982	982	–	–	–	982	
Liabilities								
Trade payables	FLAC	5,950	5,950	–	–	–	5,950	
Interest bearing-loans	FLAC	252	252	–	–	–	252	
Other financial liabilities	FLAC	14,935	14,935	–	–	–	14,935	
Finance lease liabilities	n.a.	5,664	–	–	–	5,664	5,664	
Derivatives financial liabilities	FvthP/L	913	–	–	913	–	913	2
Aggregated presentation per IAS 39 measurement categories								
Loans and Receivables (LaR)		59,732	59,732	–	–			
Financial Liabilities Measured at Amortised Cost (FLAC)		21,137	21,137	–	–			
Fair Value Through Profit/Loss (FVthP/L)		913	–	–	913			

The fair value of the trade receivables and trade payables, of cash and cash equivalents, and of other financial liabilities matches mainly the relevant carrying value because of the short maturities. The fair value of the liabilities under financial leases and loans was calculated by discounting to present value their expected future cash flows based on customary market yields.

These foreign exchange forwards are measured at fair value using the anticipated foreign exchange rates which are quoted on a regulated market. Interest rate swaps are measured at fair value using the anticipated interest rates under recognizable yield curves.

The fair value of the financial instruments is classified according to maturities as follows:

in €k	Jun 30, 2015	Dec 31, 2014
Long term	0	164
Short term	809	749
Total	**809**	**913**

6. Contingent liabilities and other financial obligations

Compared to December 31, 2014, contingent liabilities and other financial obligations have remained mostly unchanged.

7. Disclosures about related party transactions

During the reporting period, no significant related party transactions within the meaning of IAS 24 occurred.

8. Notes after the balance sheet date

There were no significant events after the balance sheet date.

Responsibility statement

"To the best of our knowledge and in accordance with the applicable reporting principles, the interim condensed consolidated financial statements give a true and fair view of the assets and liabilities, financial position and profits and loss of the Group, and the Group Management Report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group during the remaining fiscal year."

Augsburg, July 23, 2015

Dr. Volker Zimmermann
Chief Executive Officer

Karoline Kalb
Member of the Board

Rainer Springs
Member of the Board

Stephan Weber
Member of the Board

Review Report

To WashTec AG

We have reviewed the condensed consolidated interim financial statements – comprising the income statement and statement of comprehensive income, balance sheet, cash flow statement, statement of changes in equity and selected explanatory notes - and the interim group management report of WashTec AG for the period from January 1 to June 30, 2015, which are part of the half-year financial report pursuant to Art. 37w WpHG ("German Securities Trading Act"). The preparation of the condensed consolidated interim financial statements in accordance with IFRS applicable to interim financial reporting as adopted by the EU and of the interim group management report in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports is the responsibility of the parent company's management board [Vorstand]. Our responsibility is to issue a review report on the condensed consolidated interim financial statements and on the interim group report based on our review.

We conducted our review of the condensed consolidated interim financial statements and the interim group management report in accordance with the German generally accepted standards for the review of financial statements, as such standards were promulgated by the Institute of Public Auditors in Germany (IDW). Those standards require that we plan and perform the review such that, through critical evaluation, we can rule out with moderate assurance that the condensed consolidated interim financial statements were not prepared, in all material respects, in accordance with the IFRS applicable to interim financial reporting as adopted by the EU and that the interim group management report were not prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports. A review is limited primarily to inquiries of company personnel and analytical procedures and therefore does not offer the assurance attainable in a financial statement audit. Since, in accordance with our engagement, we have not performed a financial statement audit, we cannot express an audit opinion.

Based on our review, no matters have come to our attention that cause us to presume that the condensed consolidated interim financial statements have not been prepared, in all material respects, in accordance with the IFRS applicable to interim financial reporting as adopted by the EU or cause us to presume that the interim group management report has not been prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports.

Munich, July 23, 2015

PricewaterhouseCoopers
Aktiengesellschaft
Wirtschaftsprüfungsgesellschaft

Andreas Eigel	per procura Florian Horn
Wirtschaftsprüfer	Wirtschaftsprüfer
(German Public Auditor)	(German Public Auditor)

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Financial Calendar

September 22–24, 2015	Baader Bank
October 30, 2015	9-month report 2015
November 23–25, 2015	Analyst's Conference, Equity Capital Forum

H1 2015