

Consolidated Balance Sheet

in TCHF	30.6.2018		31.12.2017	
Assets				
Current assets				
Cash and cash equivalents	101 972		124 700	
Trade receivables	30 367		32 633	
Other receivables	20 358		25 407	
Net receivables from construction contracts	12 839		1 137	
Inventories	101 353		83 314	
Prepaid expenses and accrued income	10 518		8 739	
Total current assets	277 407	60.7%	275 930	58.7%
Non-current assets				
Other long-term receivables	1 575		1 624	
Property, plant and equipment	86 604		91 138	
Intangible assets	15 497		24 380	
Deferred tax assets	75 631		76 910	
Total non-current assets	179 307	39.3%	194 052	41.3%
Total assets	456 715	100.0%	469 983	100.0%
Liabilities and equity				
Liabilities				
Current liabilities				
Financial liabilities	490		328	
Trade payables	32 112		29 970	
Net liabilities from construction contracts	753		12 666	
Customer prepayments	61 863		67 065	
Other liabilities	4 225		5 004	
Provisions	14 872		15 883	
Accrued expenses and prepaid income	33 742		33 020	
Total current liabilities	148 057	32.4%	163 938	34.9%
Non-current liabilities				
Financial liabilities	55 813		57 128	
Other liabilities	2 604		3 031	
Provisions	271		1 565	
Deferred tax liabilities	806		1 364	
Total non-current liabilities	59 494	13.0%	63 088	13.4%
Total liabilities	207 552	45.4%	227 026	48.3%
Equity				
Share capital	31 144		31 049	
Capital reserves	968 332		966 460	
Treasury shares	-8 870		-5 179	
Reserve for share-based payments	3 071		2 319	
Accumulated losses	-744 514		-751 692	
Total equity excl. minority interests	249 163	54.6%	242 957	51.7%
Minority interests	-		-	
Total equity incl. minority interests	249 163	54.6%	242 957	51.7%
Total liabilities and equity	456 715	100.0%	469 983	100.0%

The Notes starting on page 13 are an integral part of the consolidated financial statements.

Consolidated Income Statement

in TCHF	1.1.–30.6.2018		1.1.–30.6.2017	
Net sales	232 328	100.0%	212 294	100.0%
Other operating income	2 904		2 196	
Currency translation gains and losses on trade receivables and customer prepayments	1 434		-3 738	
Income	236 667		210 752	
Changes in inventories of finished and semi-finished products as well as machines before acceptance	-2 766		5 925	
Cost of products and services	-114 484		-119 768	
Capitalised services	647		1 330	
Operating income after costs of products and services	120 064	51.7%	98 239	46.3%
Personnel expenses	-64 248		-69 393	
Operating expenses	-26 575		-21 897	
Earnings before interests, taxes, depreciation and amortisation (EBITDA)	29 241	12.6%	6 949	3.3%
Depreciation and impairment on property, plant, equipment	-5 426		-6 095	
Amortisation and impairment on intangible assets	-8 935		-9 655	
Earnings before interests and taxes (EBIT)	14 881	6.4%	-8 801	-4.1%
Financial result	-3 979		-7 413	
Ordinary result	10 901	4.7%	-16 214	-7.6%
Extraordinary result	831		-590	
Earnings before taxes	11 732	5.0%	-16 804	-7.9%
Income taxes	-3 440		-158	
Result	8 292	3.6%	-16 962	-8.0%
Attributable to				
Shareholders of Meyer Burger Technology Ltd	8 292		-16 816	
Minority interests	-		-146	
in CHF				
Earnings per share				
Basic earnings per share	0.01		-0.03	
Diluted earnings per share	0.01		-0.03	

The Notes starting on page 13 are an integral part of the consolidated financial statements.

Consolidated Statement of Changes in Equity

in TCHF

Attributable to shareholders of Meyer Burger Technology Ltd

	Share capital	Capital reserves
Equity as at 1.1.2017	27 411	904 194
Result	-	-
Currency translation differences recognised in reporting period	-	-
Capital increases (follow-up costs capital increase December 2016)	-	-199
Purchase Meyer Burger (Germany) GmbH shares after change in control	-	207
Purchase of treasury shares	-	-
Sale/use of treasury shares	-	-73
Share-based payments	-	-
Transfer of shares for employees to the plan participants after vesting period	-	-
Reclassification	-	833
Equity as at 30.6.2017	27 411	904 962
Equity as at 1.1.2018	31 049	966 460
Result	-	-
Currency translation differences recognised in reporting period	-	-
Goodwill recycling	-	-
Conversion of convertible bond	96	1 599
Purchase of treasury shares	-	-
Sale/use of treasury shares	-	18
Share-based payments	-	-
Transfer of shares for employees to the plan participants after vesting period	-	-
Reclassification	-	255
Equity as at 30.6.2018	31 144	968 332

The Notes starting on page 13 are an integral part of the consolidated financial statements.

Attributable to shareholders of Meyer Burger Technology Ltd

Treasury shares	Reserve for share-based payments	Currency translation differences	Offset goodwill	Other retained earnings	Accumulated losses	Total equity excl. minority interests	Minority interests	Total equity incl. minority interests
-2947	2651	-28911	-237 677	-430 668	-697 256	234 053	372	234 424
-	-	-	-	-16 816	-16 816	-16 816	-146	-16 962
-	-	28	-	-	28	28	4	32
-	-	-	-	-	-	-199	-	-199
-	-	-	-	-285	-285	-77	-27	-105
-3822	-	-	-	-	-	-3822	-	-3822
130	-	-	-	-	-	57	-	57
-	1014	-	-	-	-	1014	-	1014
1052	-1052	-	-	-	-	-	-	-
396	-1229	-	-	-	-	-	-	-
-5191	1383	-28883	-237 677	-447 769	-714 328	214 238	202	214 440
-5179	2319	-22912	-214 564	-514 215	-751 692	242 957	-	242 957
-	-	-	-	8 292	8 292	8 292	-	8 292
-	-	-2 124	-	-	-2 124	-2 124	-	-2 124
-	-	-	1 010	-	1 010	1 010	-	1 010
-	-	-	-	-	-	1 695	-	1 695
-4 124	-	-	-	-	-	-4 124	-	-4 124
98	-	-	-	-	-	116	-	116
-	1 341	-	-	-	-	1 341	-	1 341
412	-412	-	-	-	-	-	-	-
-79	-177	-	-	-	-	-	-	-
-8870	3071	-25 036	-213 555	-505 924	-744 514	249 163	-	249 163

Condensed Consolidated Cash Flow Statement

in TCHF	1.1.–30.6.2018	1.1.–30.6.2017
Result	8 292	-16 962
Non-cash items	18 844	18 174
Increase/decrease of net working capital	-43 514	2 277
Cash flow from operating activities (operative cash flow)	-16 378	3 489
Investments in securities	-	-15 065
Sale of securities	-	18 125
Investments in property, plant and equipment	-1 788	-2 330
Sale of property, plant and equipment	21	451
Investments in intangible assets	-382	-70
Sale of intangible assets	-	287
Sale of business activities Solar Systems	200	-
Cash flow from investing activities	-1 950	1 398
Capital increase (follow-up costs capital increase December 2016)	-	-199
Purchase of shares of Meyer Burger (Germany) GmbH	-	-105
Purchase of treasury shares	-4 124	-3 822
Repayment of (current) financial liabilities	-40	-130 036
Cash flow from financing activities	-4 164	-134 162
Change in cash and cash equivalents	-22 492	-129 275
Cash and cash equivalents at beginning of period	124 700	246 427
Currency translation differences on cash and cash equivalents	-236	53
Cash and cash equivalents at end of period	101 972	117 205

The Notes starting on page 13 are an integral part of the consolidated financial statements.

Condensed Notes to the Consolidated Financial Statements

General information

Meyer Burger Technology Ltd is a public limited company constituted in accordance with Swiss law. The address of the company's registered office is: Schorenstrasse 39, 3645 Gwatt/Thun, Switzerland. Meyer Burger Technology Ltd registered shares (ticker: MBTN) are listed on the SIX Swiss Exchange in Zurich. The fiscal year of Meyer Burger Technology Ltd runs from 1 January to 31 December.

These consolidated half-year financial statements of Meyer Burger Group were approved for publication by the Board of Directors on 10 August 2018. The auditors have conducted a review of the statements (for a report on the review see page 18).

The Group currency (reporting currency) is the Swiss Franc (CHF). The consolidated statements are shown in thousands of Swiss Francs.

Meyer Burger is a leading global technology company specialising in innovative systems and processes based on semiconductor technologies. The company's focus is on photovoltaics (solar industry) while its competencies and technologies also cover important areas of the semiconductor and the optoelectronic industries as well as other selected high-end markets based on semiconductor materials. As an international premium brand, Meyer Burger offers its customers in the PV industry superior products and innovative solutions for the manufacturing processes of wafers, solar cells and solar modules. Meyer Burger provides substantial added value to its customers and clearly differentiates itself from its competitors by focusing on the core technologies of the value chain. The company's comprehensive product portfolio is complemented by a worldwide service network with spare parts, consumables, process know-how, customer support, after-sales services, training and other services. Meyer Burger is represented in Europe, Asia and North America in the respective key markets and has subsidiaries and own service centers in China, Germany, India, Japan, Korea, Malaysia, the Netherlands, Switzerland, Singapore, Taiwan and the USA. The company is also working intensively to develop new PV markets such as South America, Africa and the Arab region.

Significant Accounting Policies

The significant accounting and valuation policies are described in detail in the Annual Report for the year ended 31 December 2017. The policies described have been applied consistently to the reporting periods presented. The SIX Exchange Regulation application for a sanction in connection with the application and interpretation of Swiss GAAP FER accounting rules did not lead to any adjustments in the present financial statements. The decision of the Sanction Commission is still pending at the time of approval of the half-year financial statements.

1.1 Basis of accounting

The consolidated half-year financial statements have been prepared in accordance with the standards of Swiss GAAP FER 31 “Additional recommendations for listed companies”, which allows some simplification of the reporting and disclosures compared to the preparation of annual financial statements. These standards give a true and fair view of the net assets, financial position and results of operations.

No amendments to the Swiss GAAP FER Standards have come into force that are relevant to Meyer Burger.

1.2 Changes in scope of consolidation

A new company was established with the view to the sale of the business activities Solar Systems. However, upon completion of the transaction, this company left the scope of consolidation before the balance sheet date of 30 June 2018. Therefore, the scope of consolidation remains unchanged compared to the Annual Report as at 31 December 2017.

1.3 Foreign currency translation

The following translation rates into Swiss Francs were used:

	Unit	Closing rate			Average rate		
		30.6.2018	31.12.2017	30.6.2017	1 st HY 2018	2017	1 st HY 2017
European Euro (EUR)	1	1.1571	1.1696	1.0931	1.1700	1.1116	1.0765
US Dollar (USD)	1	0.9934	0.9763	0.9580	0.9668	0.9846	0.9950
Chinese Yuan Renminbi (CNY)	100	15.0093	14.9980	14.1232	15.1828	14.5704	14.4694
Japanese Yen (JPY)	100	0.8975	0.8666	0.8528	0.8892	0.8779	0.8851
Indian Rupee (INR)	100	1.4515	1.5324	1.4841	1.4729	1.5121	1.5140
Korean Won (KRW)	100	0.0892	0.0916	0.0839	0.0899	0.0871	0.0871
Malaysian Ringgit (MYR)	100	24.6191	24.0639	22.3181	24.5465	22.9062	22.6632
Singapore Dollar (SGD)	1	0.7285	0.7305	0.6940	0.7288	0.7131	0.7082
Taiwan Dollar (TWD)	100	3.2611	3.2913	3.1511	3.2730	3.2356	3.2431

Assets and liabilities in balance sheets of foreign Group companies are translated into Swiss Francs at the closing rate, income statements at the average rate. Equity is translated at historical exchange rates. Any resulting foreign currency translation differences are offset against equity.

Notes to the Balance Sheet

Total assets decreased by about 2.8% to CHF 456.7 million as at 30 June 2018 compared to CHF 470.0 million as at 31 December 2017.

Notes to the Income Statement

For details to the income statement please refer to the sections “Net sales”, “Operating income after costs of products and services”, “Operating expenses”, “Financial result”, “Extraordinary result” and “Taxes” in the management report on the first half-year 2018 on pages 5 and 6.

The extraordinary result includes the effects of the subsequent measurement of assets and liabilities in connection with the discontinuation of production activities at the Thun site. A net gain of TCHF 831 resulted in particular from the revaluation of raw materials, semi-finished and finished goods (extraordinary income in the amount of TCHF 1024) and the adjustment of the provision for social plan benefits and retention payments (extraordinary expenses of TCHF 193).

Other Information

1.4 Segment reporting

The activities of Meyer Burger Group are divided into the reportable business segments “Photovoltaics” and “Specialised Technologies”.

Net sales by segments 1.1.–30.6.2018

in TCHF	Photovoltaics	Specialised Technologies	Total	Consolidation	Total after consolidation
Net sales thirds	202 396	29 932	232 328	–	232 328
Net sales intercompany	451	6 797	7 247	–7 247	–
Net sales	202 847	36 729	239 576	–7 247	232 328

Net sales by segments 1.1.–30.6.2017

in TCHF	Photovoltaics	Specialised Technologies	Total	Consolidation	Total after consolidation
Net sales thirds	186 114	26 180	212 294	–	212 294
Net sales intercompany	449	10 321	10 771	–10 771	–
Net sales	186 564	36 501	223 065	–10 771	212 294

Photovoltaics: The Photovoltaics segment largely comprises the core business of photovoltaics and covers the processes of wafering, solar cells and solar modules with its portfolio of systems, production equipment and services.

Meyer Burger pursues the strategically long-term technology approach of considering core technologies of the photovoltaic value chain and optimally harmonising the technologies along the different processes (wafers, cells, modules). Significant efficiency improvements in wafers, cells and modules can be achieved by using the latest technologies, which will continue to substantially reduce our customers’ production costs (Total Cost of Ownership).

Specialised Technologies: With Specialised Technologies, Meyer Burger uses technologies that are successfully deployed in photovoltaics, particularly in the field of applying or removing layers on different substrates and materials as well as for slicing crystalline and other hard and brittle materials, in a wide range of other high-tech markets. Muegge's microwave and plasma technologies are used in biotechnology and environmental technology. PIXDRO inkjet print technology is used in the semiconductor industry as a pioneering technology. MicroSystems offers excellent solutions for surface treatment and sensor production with innovative plasma and ion-beam technologies. As a software development specialist, AIS manufactures control systems for factory automation, the automotive industry and other complex industrial processes. With this extensive portfolio, Meyer Burger is perfectly positioned and can efficiently take an active approach to new trends in other industries on the basis of its existing core technologies.

As outlined above, Meyer Burger currently manages its operations in different operating business units, which are grouped into the reporting business segments "Photovoltaics" and "Specialised Technologies". Disclosure of the segment results would lead to much higher transparency in terms of cost and margin structure than that of relevant competitors, and Meyer Burger would be the only company to present detailed information on segment profitability. Most of the relevant competitors are companies without publicly available financial information or are large companies with large reporting segments in which comparable information is diluted accordingly. The disclosure of segment results would therefore lead to a considerable competitive disadvantage for Meyer Burger compared to its competitors. In addition, such information may have negative impacts on the company's negotiating position with customers and suppliers. For this reason Meyer Burger Group does not disclose segment results.

1.5 Related party transactions

The related parties consist primarily of shareholders, members of the Board of Directors and of the Executive Board, and non-consolidated subsidiaries.

The company procures consultancy services from Meyerlustenberger Lachenal Attorneys at Law. Dr Alexander Vogel, a member of the Board of Directors, is a partner in this law firm. The scope of the services procured amounted to TCHF 434 in the first half of 2018 and TCHF 305 in the first half of 2017.

Of the compensation to related parties as described above, TCHF 363 had not yet been paid as at 30 June 2018 (30 June 2017: TCHF 189) and was recognised as a liability in the balance sheet.

All business relations with related parties are conducted at arm's length. No unusual transactions were effected with either the main shareholders or other related parties.

1.6 Contingent liabilities

No contingent liabilities existed as at 30 June 2018.

1.7 Sale of business activities Solar Systems

On 14 May 2018, Meyer Burger announced the sale of its business activities Solar Systems (“Energy Systems”). This transaction was completed at the end of June. The loss resulting from this sale is included in other operating expenses and amounts to CHF 4.3 million. This includes goodwill recycling of around CHF 1 million. The sale price consists of a cash receipt and an earn-out component.

1.8 Events after the reporting date

No events have occurred between 30 June and 10 August 2018 which would have a material effect on the recognised carrying amounts of assets and liabilities of the Meyer Burger Group or would have to be disclosed at this point.



Report on the Review of Interim consolidated financial statements to the Board of Directors of Meyer Burger Technology Ltd

Thun

According to your request, we have reviewed the interim consolidated financial statements (balance sheet, income statement, cash flow statement, statement of changes in equity and notes / pages 8 to 17) of Meyer Burger Technology Ltd for the period from 1 January 2018 to 30 June 2018.

These interim consolidated financial statements are the responsibility of the Board of Directors. Our responsibility is to issue a report on these interim consolidated financial statements based on our review.

Our review was conducted in accordance with the Swiss Auditing Standard 910, which requires that a review be planned and performed to obtain limited assurance about whether the interim consolidated financial statements are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements have not been prepared, in all material respects, in accordance with the requirements of Swiss GAAP FER 31 relating to interim reporting.

PricewaterhouseCoopers AG



Hanspeter Gerber



René Jenni

Bern, 10 August 2018

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