

Report 3rd Quarter 2015/2016

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01.07.2015 – 31.03.2016

Content

- Management Report
- Consolidated Balance Sheet
- Consolidated Statement of Comprehensive Income
- Consolidated Statement of Changes in Equity
- Cash Flow Statement
- Annexe including Segment Report

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Management Report 2015/16

01.07.2015– 31.03.2016

During first 9 months of BY 2015/16, turnover was 59.6 million €, including 22.9 million € from first consolidation of Data Display. The company also grew organically by 2.8 million € i.e. 8.4%.

As per 01.01.2016 FORTEC is sole shareholder of Data Display; before it possessed a 50% participation of Data Display. Due to the option possibility of the remaining shares per 31.12.2015 and thus beginning BY 01.07.2015 the revenue of Data Display is completely consolidated.

Also – yet not exclusively the incorporation of profit-strong Data Display as per 01.07.2015 means that FORTEC's net income increased from 1 million € to 2.6 million € during these first 9 months.

The proportional turnover of the business segments data visualization and power displays was 36.9 million € i.e. 62% compared to 22.7 million € i.e. 38%. Period's net income of 1.5 million € results from data visualization absolutely strongest segment as well as from power display with 1.1 million €

Based on the weakening of the US-\$ and Swiss Frank during business period, there are currency exchange differences of 173 T€ to be taken into consideration as to the total result. Therefore, the total result is 2.5 million € compared to 1.4 million € of previous year.

In spite of the upcoming general economic risks, we continue to be optimistic to again achieve a positive result in current BY 2015/16 thus pleasing our shareholders.

CONSOLIDATED BALANCE SHEET (uncertified) according to IAS/IFRS
31.03.2016 (prev. years' figures 30.06.2015)

ASSETS	BY 31.03.2016	BY 30.06.2015	EQUITY & LIABILITIES	BY 31.03.2016	BY 30.06.2015
A			A. Capital/equity		
Non-current assets			I. Subscribed capital	2.954.943	2.954.943
I. Goodwill	3.281.712	3.309.067	II. Capital reserve	8.689.364	8.689.364
II. Intangible assets	192.555	244.323	III. Currency differences	1.692.817	1.866.614
III. Tangible assets	2.359.624	2.144.635	IV Other compreh.income	8.804.044	8.407.505
IV. Financial assets	95.780	95.780	V. Period net income	2.640.316	1.874.009
V. Long-term liabilities	400.000	463.867	VI Total Capital	24.781.484	23.792.436
VI. Deferred taxes	202.039	282.386	VI Other shareholders	--	5.379.302
	6.531.710	6.540.059			
B			B. Long-term Liabilities		
Current assets			I. Long-term provisions	733.627	369.728
I. Inventories	18.567.002	16.733.440	II. Deferred taxes	201.927	535.184
II. Accounts receivables Re: deliveries/service	7.623.785	8.168.858		935.554	904.912
III. Tax receivables	79.088	725.266	C. Short-term liabilities		
IV. Other assets	613.979	353.859	I. Bank liabilities	4.733.627	1.000.000
Cash-on-hand/bank V. balances	5.941.111	5.728.148	II. Trade payables	3.153.015	3.629.388
	32.824.965	31.709.581	III. Tax accruals	815.565	1.216.674
			IV Other provisions	94.012	140.376
			VI Other liabilities/accruals	4.843.418	2.186.553
				13.639.637	8.172.992
TOTAL Assets	39.356.675	38.249.640	Total Equity/Liabilities	39.356.675	38.249.640

Consolidated Statement of Comprehensive Income

(uncertified), according to IAS/IFRS

01.07.2015 - 31.03.2016 (prev.year's figures 01.07.14 - 31.03.15)

I N C O M E	BY 2015/16	BY 2014/15
Sales revenue	59.561.594 €	33.818.696 €
Other operative income	1.089.375 €	421.629 €
Expenses/costs material	41.647.243 €	25.737.532 €
Expenses personnel	9.408.202 €	4.243.767 €
Depreciation	382.271 €	213.036 €
Other operative expenses	5.531.733 €	3.080.440 €
Operative income (EBIT)	3.681.520 €	965.550 €
Participation result	29.500 €	286.066 €
Interest and similar income/expenses	13.672 €	2.591 €
Tax on income and profit	1.084.376 €	287.535 €
Period's net income *	2.640.316 €	966.672 €
Others result **	- 173.797 €	403.140 €
T o t a l result	2.466.519 €	1.369.812 €
Earning per share/ 3rd quarter	0,89 €	0,33 €
Shares on market	2.954.943	2.954.943

* Result of period's net income include €664.036 resp. 0.22€/per share i.e. participation of other shareholder of Data Display.

**"Other result" includes only „success-neutral“ differences of foreign currency exchange rates.

Consolidated Statement of Comprehensive Income

3rd Quarter BY 2015/16 (uncertified), according to IAS/IFRS

01.01. - 31.03.2016 (prev.year's figures 01.01. - 31.03.15)

I N C O M E	Q 3 (1.1.-31.3.2016)	Q 3 (1.1.-31.3.15)
Sales revenue	20.023.965 €	12.368.467 €
Other operative income	340.227 €	160.717 €
Expenses/costs material	13.952.990 €	9.573.335 €
Expenses personnel	3.135.665 €	1.409.948 €
Depreciation	104.071 €	75.264 €
Other operative expenses	1.931.237 €	1.208.299 €
Operative income (EBIT)	1.240.229 €	262.338 €
Participation result	29.500 €	180.241 €
Interest and similar income /expenses	./ 3.377 €	./ 4.072 €
Tax on income and profit	398.493 €	81.671 €
Period's net income	867.859 €	356.836 €
Other result *	./ 179.510 €	328.110 €
T o t a l result	688.349 €	684.946 €
Earning per share/ 3rd quarter	0,29 €	0,12 €
Shares on market	2.954.943	2.954.943

*"Other result" includes only „success-neutral“ differences of foreign currency exchange rates.

Consolidated Statement of Changes in Equity

				Other comprehensive income		TOTAL
	Subscribed capital	Capital reserve	Differences in currency exchange rates	Market evaluation reserve	Profit reserve/ profit carried forward	
	EUR	EUR	EUR	EUR	EUR	EUR
Balance per 01.07.2015	2.954.943	8.689.364	1.866.614	0	10.281.514	23.792.436
Net income					2.640.316	2.640.316
Changes "other result"			- 173.797			- 173.797
Dividend payments					- 1.477.471	- 1.477.471
Balance per 31.03.2016	2.954.943	8.689.364	1.692.817	0	11.444.359	24.781.484

Balance per 01.07.2014	2.954.943	8.689.364	1.091.320	0	9.384.171	21.119.798
Net income					966.672	966.672
Changes "other result"			403.140			403.140
Dividend payments					./. 1.477.471	./. 1.477.471
Balance per 31.03.2015	2.954.943	8.689.364	1.494.460	0	8.873.372	22.012.139

Consolidated Cash Flow Statement

(uncertified), according to IAS/IFRS

01.07.2015 - 31.03.2016 (prev.year's figures 01.07.14- 31.03.2015)

I. Operative Business	<u>BY 2015/16</u>	<u>BY 2014/15</u>
Net income	€ 2.640.316	€ 966.672
Depreciation of tangible/intangible assets	€ 382.271	€ 213.036
Change of inventories	€ - 1.833.562	€ -2.198.584
Change of accounts receivables	€ 1.335.465	€ 88.002
Change of liabilities	€ 179.753	€ 1.668.785
Change of accruals	€ 317.535	€ 54.384
Change of other assets	€ - 260.120	€ 51.723
Cash-flow from operative business	----- € 2.761.658	----- € 844.018
 II. Investment Activities		
Cash-flow from investment activities	€ - 6.071.224	€ -6.298.374
 III. Financial Activities		
Divident payments	€ - 1.477.471	€ -1.477.471
Borrowing of credit	€ + 5.000.000	--
 VI. Cash-flow in total	 € 212.963	 € -6.931.827
 V. Change in Liquid Funds		
Cash-flow at beginning of period	€ 5.728.148	€ 8.664.527
Cash-flow at end of period	€ 5.941.111	€ 1.732.700

Annexe.

The balancing and evaluation methods of fiscal year 2014/15 according to IAS/IFRS remain unchanged. The information given in this report is only valid at day of publication and cannot be written forth.

The number of full-time employees was 203 persons (prev. year 110 yet without employees of Data Display Group). The group's business comprises data visualization and power supplies.

<u>Segment report</u>	Data visualisation TEuro	Power supplies TEuro
Turnover	36.883	22.679
Result (EBIT)	2.107	1.574
Participation Result	0	29
Financial result	10	3
Income tax	610	475
Net income	1.507	1.132