



# Cavotec - 1st Quarter Report 2012



[investor@cavotec.com](mailto:investor@cavotec.com)

- Revenues increased 23.5% to EUR 46,570 thousands (1Q11: 37,718)
- Operating result up 43.9% to EUR 3,086 thousands (1Q11: 2,145)
- Operating margin increased to 6.6% compared to 5.7% in 1Q11
- Very strong cash generation in the period, net cash flow from operations EUR 4,371 thousands (1Q11: -3,017)
- Order Intake for the last twelve months rolling reached EUR 218,545 thousands, up 36.2% (1Q11: 160,455)
- Order Book stood at EUR 100,984 thousands, increase of 29.7% compared to 31 March 2011 (77,830)

#### A comment from the CEO

1Q12 was a positive quarter for Cavotec with good levels of activity throughout all our Market Units. Ports & Maritime continued to show very strong momentum throughout the quarter, with all MU's experiencing positive growth compared to 1Q11. Our innovations played a significant role in achieving these results, with our AMP systems booking especially positive results in 1Q12. I'm also pleased to see the very encouraging Order Intake in the quarter for the Airports and Mining & Tunneling Market Units.

One of our main goals for 2012 is to strengthen the level of profitability compared to 2011. Already in 1Q I can report that we are well on track to achieve this goal. By building on our solid FY11 results, continuing to monitor expenditure and through diligent customer support, we have been able to book some noticeable achievements in three key areas:

- Margins returning to historical levels
- Continued increase in exposure to emerging and established non-European markets
- Strengthening of Cash Flow

#### LOOKING AHEAD

As noted above, our commitment to increase profitability levels by restoring our margins and controlling operating expenses already had a noticeable effect on the 1Q12 results.

The positive trends seen during the record year 2011 also continued throughout 1Q12. The book to bill ratio remained comfortable over 1:1 with the Order Book subsequently increasing to EUR 100,984 thousands at the end of the quarter from EUR 95,042 at the end of 2011 (1Q11: 77,830).

Despite on-going concerns about the global economy and some European countries entering into a double-dip recession, I feel that Cavotec is currently well positioned to weather economic downturns without significant impact to our overall results.

#### THE REGIONS

1Q12 saw a consistent development throughout all of our regions, with some regions even reporting a significant increase in activity compared to the previous period.

Americas registered a revenue growth of 105.4% in 1Q12 compared to the same period last year. The acquisition of Cavotec INET, in August 2011, contributed with 84.2%. Organic growth came to 17.5% while the foreign exchange stood at 3.7%. These numbers combined with a 106.0% increase in Order Intake indicates a positive trend for Cavotec in the USA market.

Europe & Africa had an extremely strong 1Q12 and reported a 111.0% increase in Gross Operating Result compared to 1Q11. A main contributor to this growth was North Europe region. Order Intake was up 20.6% compared to 1Q11, with the order from Kotoka International Airport (KIA) in Ghana contributing a large part of this growth.

Excluding the effect of the Bahrain project which contributed significantly to revenues in 1Q11, the Middle East & India region recorded the largest increase in revenues in 1Q12. Order Intake for the region saw a slight decrease in 1Q12 compared to the previous period.

The Far East region increased revenues with 22.4% while simultaneously registering an uptick in overall activity throughout the region despite the seasonal influences traditionally seen at the beginning of the year.

Australasia & South-East Asia registered lower figures for 1Q12 compared to the same period last year, although overall prospects for the region continue to look good. The slight drop was mainly due to several large projects being invoiced in 1Q11, thereby skewing the overall comparison.

## Quarterly results

### REVENUES, EARNINGS AND PROFITABILITY

In 1Q12, revenues reached EUR 46,570 thousands up 23.5% compared to the same period last year (1Q11: 37,718). Importantly, this quarter registered higher operating margins compared to the same period of last year while operating expenses did increase but at a significantly slower pace compared to the increase of revenues. Thanks to these positive factors our Operating Result registered a 43.9% increase, amounting to a total of EUR 3,957 thousands (1Q11: 2,145).

Net finance items were negative EUR 1,162 thousands (1Q11: -261), mainly due to unfavourable exchange rate fluctuations. The tax cost was EUR 853, equal to an effective tax rate of 44%, influenced by the skewed distribution of the profitability across different countries which should normalize towards the historical levels by the end of the year.

Net profit amounted to EUR 1,071 thousands (1Q11: 1,391).

### CASH FLOW

Operating cash flow for 1Q12 was exceptionally positive at EUR 4,371 (1Q11: -3,017), especially when considering the traditionally higher working capital needs for the period. CAPEX amounted to EUR 4,167 mainly due to the investment in new production and sales facilities in Germany.

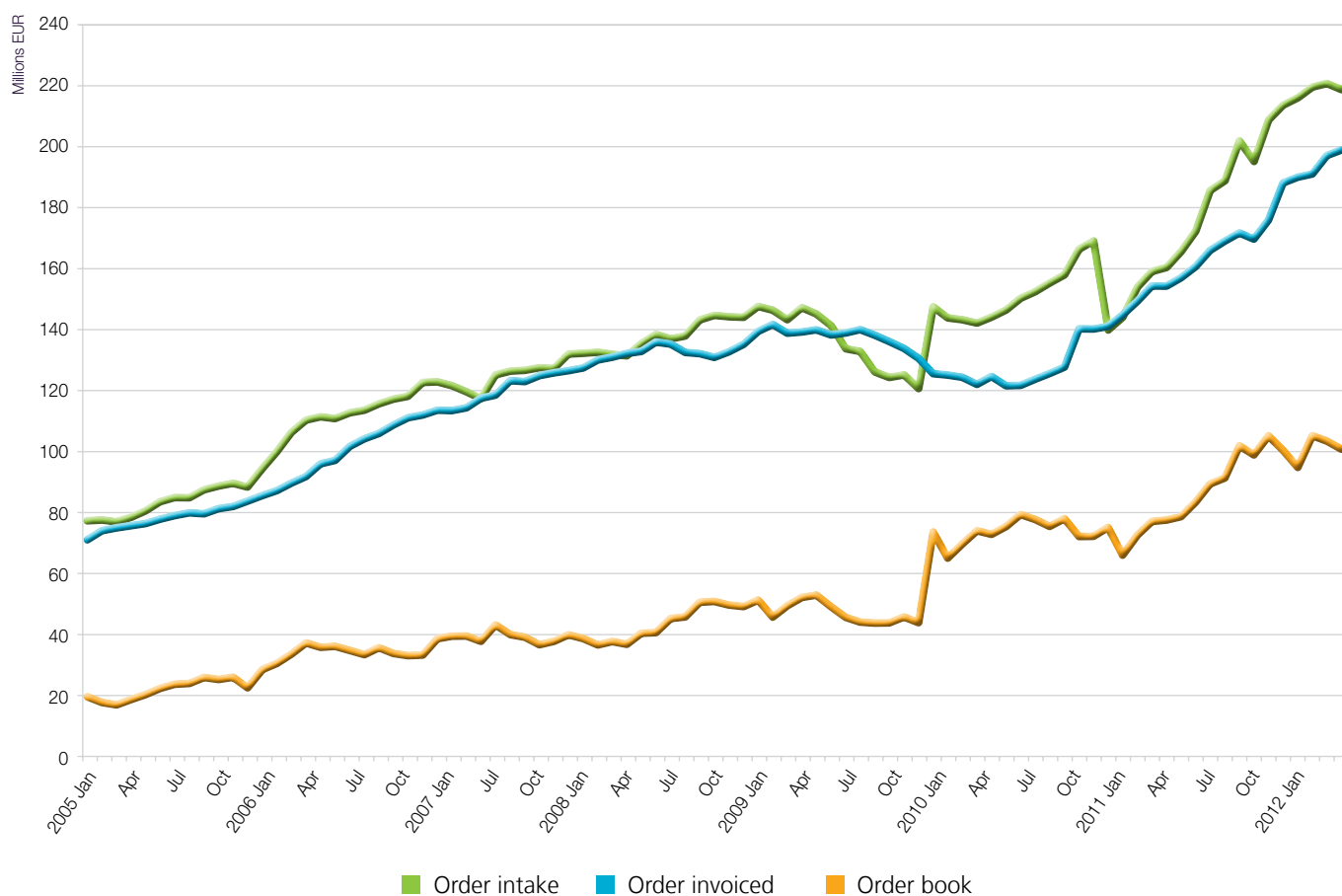
### NET DEBT

The Group's net debt decreased to EUR 23,178 thousands from 24,738 thousands at the end of FY11. Twelve months rolling leverage ratio (Net Debt/EBITDA) decreased from 1.31 to 1.21, while the net debt/equity ratio improved from 25.0% to 24.3%.

### EMPLOYEES

On 31 March 2012, Cavotec employed 909 people, an increase of 13 since 31 December 2011.

12-Month rolling figures 2005-2012



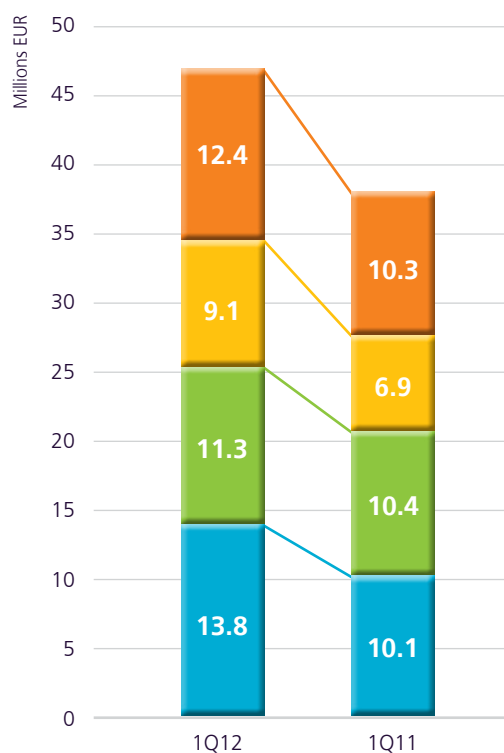
Revenue from sales of goods and growth

EUR 000's	Revenues		Order Intake	
	1Q12	1Q11	1Q12	1Q11
Revenue from sales of goods	46,570	37,718	54,125	51,456
Increase/decrease	8,852	9,384	2,669	16,274
Percentage change	23.5%	33.1%	5.2%	46.3%
Of which				
- Volumes and prices	12.2%	28.7%	-0.1%	42.6%
- Acquisitions/divestments	8.0%	0.0%	2.0%	0.0%
- Currency effects	3.3%	4.4%	3.3%	3.7%

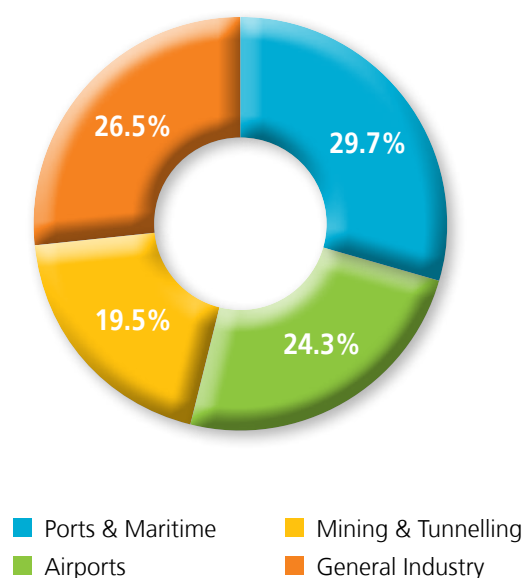
Market Units

EUR 000's	Revenues			Percentage		
	1Q12	1Q11	Change %	1Q12	1Q11	Change %
Ports & Maritime	13,821	10,142	36.3%	29.7%	26.9%	2.8%
Airports	11,331	10,394	9.0%	24.3%	27.6%	-3.2%
Mining & Tunnelling	9,070	6,910	31.3%	19.5%	18.3%	1.2%
General Industry	12,348	10,272	20.2%	26.5%	27.2%	-0.7%
<b>Total</b>	<b>46,570</b>	<b>37,718</b>	<b>23.5%</b>	<b>100.0%</b>	<b>100.0%</b>	

EUR 000's	Order Intake			Percentage		
	1Q12	1Q11	Change %	1Q12	1Q11	Change %
Ports & Maritime	17,695	20,988	-15.7%	32.7%	40.8%	-8.1%
Airports	14,698	5,050	191.1%	27.2%	9.8%	17.3%
Mining & Tunnelling	10,847	7,483	45.0%	20.0%	14.5%	5.5%
General Industry	10,885	17,935	-39.3%	20.1%	34.9%	-14.7%
<b>Total</b>	<b>54,125</b>	<b>51,456</b>	<b>5.2%</b>	<b>100.0%</b>	<b>100.0%</b>	



Market Units as a percentage of Revenue



## Ports & Maritime

*Cavotec's Ports & Maritime Market Unit continued the positive trend in the last quarter with revenues amounting to EUR 13,821 thousands, up 36.3% compared to 1Q11.*

*Order Intake for the Market Unit amounting to EUR 17,695 thousands, representing 32.7% of the Group Order Intake.*

*Order Book increased with 7.9%, compared to 4Q11, amounting to EUR 44,133 thousands.*

### Cumulative Revenues

EUR 13,821 thousands



30%

### Cumulative Order Intake

EUR 17,695 thousands



33%

### Order Book

EUR 44,133 thousands



44%

Throughout 1Q, Cavotec's Ports & Maritime Market Unit experienced a continuation of the broadly positive conditions that characterised much of 2011. Demand for the unit's environmental technologies, such as shore-to-ship electrical power supply systems, was especially strong in the quarter, with several major projects registered in Asian markets.

Orders for Cavotec's shore-to-ship Alternative Maritime Power (AMP) cable dispenser systems included projects for an offshore energy application in Malaysia and 10 new-build 8,000TEU container vessels.

Demand for the unit's other core systems also remained strong in Europe, Australia and elsewhere. For example, there were two major orders for cable reels for ship-to-shore (STS) and rail-mounted gantry cranes, cables and radio remote controls (RRC) for the London Gateway project.

The Unit also successfully bid for a substantial power and spreader cable reel project for leading port operator group DP World at an application in Brazil. The unit also received an order for similar equipment from Japanese crane manufacturer TCM.

A follow-up order from crane manufacturer ZPMC will see Cavotec medium voltage cable reels and spreader cable reels fitted to four STS cranes at an application in Australia.





## Airports

*The Airports Market Unit registered revenues amounting to EUR 11,331 thousands in the quarter versus EUR 10,394 thousands in the same quarter of the previous year.*

*Order Intake for the Market Unit amounting to EUR 14,698 thousands with an organic growth of 171.0%.*

*Order Book increased with 7.8%, compared to 4Q11, amounting to EUR 35,785 thousands.*

Cavotec's Airports Market Unit performed strongly in 1Q, reporting substantial orders in all markets. Encouragingly, demand was especially strong in Africa and Asia, with China in particular leading the way. The period also saw steady ordering in the unit's more mature markets of Europe and North America.

Starting in Africa, the unit recorded a major order for a comprehensive aircraft fuelling solution at Ghana's Kotoka International Airport (KIA).

Demand in Asian markets also remained buoyant throughout the quarter. One project of special note in the region was a series of three orders for aircraft fuelling systems and related materiel for Singapore Changi Airport. Another highlight in Asia was an order for fuel pits access covers and valves for Hong Kong International Airport.

In Russia, the Market Unit is to supply more than 80 hatch pits and electrical convertors that will be used at St. Petersburg Pulkovo International Airport.

**Cumulative Revenues**  
EUR 11,331 thousands



**Cumulative Order Intake**  
EUR 14,698 thousands



**Order Book**  
EUR 35,785 thousands



## Mining & Tunnelling

*The Mining & Tunnelling Market Unit registered another record quarterly result, with revenues amounting to EUR 9,070 thousands, up 31.3% compared to 1Q11.*

*Order Intake increased with 45.0% amounting to EUR 10,847 thousands.*

*The Order Book increased with 20.4%, compared to 4Q11, amounting to EUR 9,913 thousands.*

Cavotec's Mining & Tunnelling Market Unit recorded a steady Order Intake across in the first quarter with customers registering robust demand for a broad range of its systems and technologies.

The unit's long-established relationships with major mining groups, such as Sandvik, Vale and Atlas Copco, helped ensure its continued strong position in the market throughout 1Q.

The unit received orders for power connectors, cables and hoses, motorised cable reels, RRC units and spring driven cable reels from OEM and other customers in markets worldwide.

Major infrastructure projects, in for example Hong Kong and Stockholm amongst others, helped drive a positive quarter for the unit. Other highlights included growing demand in the booming Australian mining sector.

**Cumulative Revenues**  
EUR 9,070 thousands



**Cumulative Order Intake**  
EUR 10,847 thousands



**Order Book**  
EUR 9,913 thousands





## General Industry

*General Industry Market Unit has changed the negative revenue trend from 2011 reporting a 20.2% increase in revenues amounting to EUR 12,348 thousands.*

*Order Intake for the Market Unit amounting to EUR 10,885 thousands, down of 39.3% compared to 1Q11.*

*Order Book decreased with 12.2%, compared to 4Q11, amounting to EUR 11,153 thousands.*

Cavotec's General Industry Market Unit saw positive results in the 1Q period across the diverse sectors and broad customer base in which it operates. Performance was especially encouraging in the Nordics, the Middle East and the Far East.

The unit's position as an expert supplier of RRC systems for general industry sectors was underscored during the quarter, with a large number of orders registered for these systems, especially in Asia and the US. Cavotec continues to expand its market share in this important, often extremely niche market.

In the Middle East, the unit secured a repeat order from a Saudi Arabia-based customer for eight RRC units for crane loading arms for an application in the oil and gas segment. This order will serve as a strong reference application in a market the unit believes has substantial potential for growth.

**Cumulative Revenues**  
EUR 12,348 thousands



**Cumulative Order Intake**  
EUR 10,885 thousands



**Order Book**  
EUR 11,153 thousands



## Consolidated Statement of Comprehensive Income

EUR 000's	Unaudited three months 31 Mar 2012	Unaudited three months 31 Mar 2011	Audited year 31 Dec 2011
Revenue from sales of goods	46,570	37,718	189,969
Other income	925	911	3,098
Raw materials and components	(22,123)	(18,255)	(96,288)
Employee benefit costs	(13,824)	(11,333)	(49,378)
Operating expenses	(7,591)	(6,101)	(30,210)
<b>Gross Operating Result</b>	<b>3,957</b>	<b>2,940</b>	<b>17,191</b>
Depreciation and amortisation	(871)	(795)	(4,507)
<b>Operating Result</b>	<b>3,086</b>	<b>2,145</b>	<b>12,684</b>
Non-operating costs	-	-	(2,320)
Interest expenses - net	(366)	(339)	(1,573)
Currency exchange differences - net	(796)	78	1,514
<b>Profit before income tax</b>	<b>1,924</b>	<b>1,884</b>	<b>10,305</b>
Income taxes	(853)	(493)	(4,461)
<b>Profit for the period</b>	<b>1,071</b>	<b>1,391</b>	<b>5,844</b>
<b>Other comprehensive income:</b>			
Exchange differences on translation of foreign operations	(338)	(1,843)	1,418
Actuarial gain (loss)	-	-	(244)
<b>Total comprehensive income for the period</b>	<b>733</b>	<b>(452)</b>	<b>7,018</b>
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Group	764	(403)	7,155
Non-controlling interest	(31)	(49)	(137)
<b>Total</b>	<b>733</b>	<b>(452)</b>	<b>7,018</b>
<b>Profit / (loss) attributed to:</b>			
Equity holders of the Group	1,102	1,414	5,948
Non-controlling interest	(31)	(23)	(104)
<b>Total</b>	<b>1,071</b>	<b>1,391</b>	<b>5,844</b>
Basic and diluted earnings per share attributed to the equity holders of the Group	0.015	0.022	0.089
Average number of shares	71,332,700	63,632,700	66,501,741

## Consolidated Balance Sheet

EUR 000's	Unaudited 31 Mar 2012	Unaudited 31 Mar 2011	Audited 31 Dec 2011
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	12,912	13,454	12,952
Trade receivables	38,101	29,255	42,612
Tax assets	495	542	554
Other current receivables	5,851	3,552	6,491
Inventories	35,198	27,689	29,105
<b>Total current assets</b>	<b>92,557</b>	<b>74,492</b>	<b>91,714</b>
<b>Non-current assets</b>			
Property, plant and equipment	28,129	20,742	24,582
Intangible assets	65,627	49,951	66,379
Non-current financial assets	238	315	254
Deferred tax assets	3,196	1,923	2,766
Other non-current receivables	3,942	282	4,047
<b>Total non-current assets</b>	<b>101,132</b>	<b>73,213</b>	<b>98,027</b>
<b>Total assets</b>	<b>193,689</b>	<b>147,705</b>	<b>189,741</b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Bank overdrafts	(42)	-	-
Current financial liabilities	(4,251)	(3,600)	(4,277)
Trade payables	(36,838)	(18,914)	(33,949)
Other current liabilities	(15,937)	(9,183)	(15,383)
<b>Total current liabilities</b>	<b>(57,068)</b>	<b>(31,697)</b>	<b>(53,609)</b>
<b>Non-current liabilities</b>			
Non-current financial liabilities	(31,802)	(34,132)	(32,387)
Deferred tax liabilities	(3,249)	(2,971)	(3,411)
Other non-current liabilities	(1,542)	(1,401)	(1,591)
Provision for risks and charges	(4,422)	(2,507)	(3,870)
<b>Total non-current liabilities</b>	<b>(41,015)</b>	<b>(41,011)</b>	<b>(41,259)</b>
<b>Total liabilities</b>	<b>(98,083)</b>	<b>(72,708)</b>	<b>(94,868)</b>
<b>Equity</b>			
Equity attributable to owners of the parent	(95,732)	(74,698)	(94,968)
Non-controlling interests	126	(299)	95
<b>Total equity</b>	<b>(95,606)</b>	<b>(74,997)</b>	<b>(94,873)</b>
<b>Total equity and liabilities</b>	<b>(193,689)</b>	<b>(147,705)</b>	<b>(189,741)</b>

## Consolidated Statement of Changes in Equity

EUR 000's	Equity related to owners of the parent	Non-controlling interest	Total equity
<b>Unaudited</b>			
Balance as at 1 January 2011	(76,460)	(348)	(76,807)
Profit for the period	(1,414)	23	(1,391)
Exchange differences on translation	1,817	25	1,843
<b>Total comprehensive income and expenses</b>	<b>403</b>	<b>49</b>	<b>452</b>
Dividends	1,359		1,359
Transactions with shareholders	1,359	-	1,359
<b>Balance as at 31 March 2011</b>	<b>(74,698)</b>	<b>(299)</b>	<b>(74,997)</b>
<b>Audited</b>			
Balance as at 1 January 2011	(76,460)	(348)	(76,807)
Profit for the year	(5,948)	104	(5,844)
Exchange differences on translation	(1,451)	33	(1,418)
Actuarial (gain) loss	244	-	244
<b>Total comprehensive income and expenses</b>	<b>(7,154)</b>	<b>137</b>	<b>(7,017)</b>
Capital increase	(12,444)	-	(12,444)
Dividends	1,395	-	1,395
Reduction in non-controlling interest	(306)	306	-
Transactions with shareholders	(11,355)	306	(11,049)
<b>Balance as at 31 December 2011</b>	<b>(94,968)</b>	<b>95</b>	<b>(94,873)</b>
<b>Unaudited</b>			
Balance as at 1 January 2012	(94,968)	95	(94,873)
Profit for the period	(1,102)	31	(1,071)
Exchange differences on translation	338	-	338
Actuarial (gain) loss	-	-	-
<b>Total comprehensive income and expenses</b>	<b>(764)</b>	<b>31</b>	<b>(733)</b>
<b>Balance as at 31 March 2012</b>	<b>(95,732)</b>	<b>126</b>	<b>(95,606)</b>

## Consolidated Statement of Cash Flows - Indirect Method

EUR 000's	Unaudited three months 31 Mar 2012	Unaudited three months 31 Mar 2011	Audited year 31 Dec 2011
<b>Profit for the period</b>	<b>1,071</b>	<b>1,391</b>	<b>5,844</b>
<b>Adjustments for:</b>			
Net interest expenses	293	264	1,303
Current taxes	1,441	919	5,043
Depreciation and amortisation	871	795	4,507
Deferred tax	(588)	(464)	(582)
Provision for risks and charges	461	282	1,859
Capital gain or loss on assets	(16)	(12)	(49)
Other items not involving cash flows	73	76	270
Interest paid	(314)	(256)	(1,374)
Taxes paid	(1,195)	(711)	(2,634)
	<b>1,026</b>	<b>893</b>	<b>8,343</b>
<b>Cash flow before change in working capital</b>	<b>2,097</b>	<b>2,284</b>	<b>14,187</b>
<b>Impact of changes in working capital:</b>			
Inventories	(6,208)	90	(1,443)
Trade receivables	4,564	1,903	(15,155)
Other current receivables	314	(1,023)	(4,076)
Trade payables	2,889	(4,731)	10,304
Other current liabilities	366	(1,540)	1,347
<b>Impact of changes involving working capital</b>	<b>2,274</b>	<b>(5,301)</b>	<b>(9,023)</b>
<b>Net cash inflow / (outflow) from operating activities</b>	<b>4,371</b>	<b>(3,017)</b>	<b>5,164</b>
<b>Financial activities:</b>			
Increase (decrease) of loans and borrowings	(691)	5,639	4,517
Dividend payment	-	-	(1,395)
Acquisition of non-controlling interest	-	-	(410)
<b>Net cash inflow from financial activities</b>	<b>(691)</b>	<b>5,639</b>	<b>2,712</b>
<b>Investing activities:</b>			
Investments in property, plant and equipment	(4,270)	(1,413)	(6,609)
Investments in intangible assets	(41)	(57)	(180)
Change in non-current financial assets	122	106	(69)
Disposal of assets	22	67	151
<b>Net cash outflow from investing activities</b>	<b>(4,167)</b>	<b>(1,297)</b>	<b>(6,707)</b>
Cash at the beginning of the period	12,952	12,203	12,203
Cash flow for the period	(487)	1,325	1,169
Currency exchange differences	405	(74)	(420)
<b>Cash at the end of the period</b>	<b>12,870</b>	<b>13,454</b>	<b>12,952</b>
<b>Cash comprises:</b>			
Cash and cash equivalents	12,912	13,454	12,952
Bank overdrafts	(42)	-	-
<b>Total</b>	<b>12,870</b>	<b>13,454</b>	<b>12,952</b>



## Segment information

EUR 000's	Americas	Europe & Africa	Middle East & India	Far East	Australasia SE Asia	HQ	Inter-Group elimination	Total
<b>Unaudited</b>								
<b>Three months ended 31 March 2012</b>								
Revenue from sales of goods	7,870	38,216	6,406	4,585	3,985	(0)	(14,492)	46,570
Other income	(58)	1,529	85	(14)	(43)	325	(899)	925
Operating expenses before depreciation and amortisation	(8,052)	(35,153)	(6,433)	(4,462)	(3,984)	(317)	14,863	(43,538)
<b>Gross Operating Result</b>	<b>(240)</b>	<b>4,592</b>	<b>58</b>	<b>109</b>	<b>(42)</b>	<b>8</b>	<b>(528)</b>	<b>3,957</b>
<b>Unaudited</b>								
<b>Three months ended 31 March 2011</b>								
Revenue from sales of goods	3,659	31,298	6,622	3,746	7,531	-	(15,138)	37,718
Other income	(21)	956	177	(42)	32	158	(349)	911
Operating expenses before depreciation and amortisation	(3,385)	(30,077)	(6,608)	(3,790)	(7,228)	(1,501)	16,900	(35,689)
<b>Gross Operating Result</b>	<b>253</b>	<b>2,177</b>	<b>191</b>	<b>(86)</b>	<b>335</b>	<b>(1,343)</b>	<b>1,413</b>	<b>2,940</b>
<b>Audited</b>								
<b>Year ended 31 December 2011</b>								
Revenue from sales of goods	26,458	134,679	34,289	27,020	30,641	-	(63,118)	189,969
Other income	412	5,572	174	676	160	679	(4,575)	3,098
Operating expenses before depreciation and amortisation	(24,840)	(132,416)	(32,829)	(24,945)	(26,848)	(1,212)	67,214	(175,876)
<b>Gross Operating Result</b>	<b>2,030</b>	<b>7,835</b>	<b>1,634</b>	<b>2,751</b>	<b>3,953</b>	<b>(533)</b>	<b>(479)</b>	<b>17,191</b>

## Parent Company - Condensed Statement of Comprehensive Income

CAVOTEC SA	Unaudited three months 31 Mar 2012	Unaudited three months 31 Mar 2011	Audited year 31 Dec 2011
EUR 000's			
Revenue and income	140	-	-
Employee benefit costs	(140)	-	(139)
Operating expenses	(186)	-	(415)
<b>Operating Result</b>	<b>(186)</b>	<b>-</b>	<b>(554)</b>
Non-operating costs	-	-	(1,978)
Finance costs - net	(6)	-	(1)
Foreign exchange - net	(1)	-	7
<b>Profit / (loss) before income tax</b>	<b>(193)</b>	<b>-</b>	<b>(2,526)</b>
Income taxes	(6)	-	(13)
<b>Profit / (loss) for the period</b>	<b>(199)</b>	<b>-</b>	<b>(2,539)</b>
<b>Other comprehensive income:</b>			
Actuarial gain (loss)	-	-	(73)
<b>Total comprehensive income for the period</b>	<b>(199)</b>	<b>-</b>	<b>(2,612)</b>

## Parent Company - Condensed Balance Sheet

CAVOTEC SA	Unaudited three months 31 Mar 2012	Unaudited three months 31 Mar 2011	Audited year 31 Dec 2011
EUR 000's			
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	32	-	23
Tax assets	29	-	33
Other current receivables	152	-	5
<b>Total current assets</b>	<b>213</b>	<b>-</b>	<b>62</b>
<b>Non-current assets</b>			
Investment in subsidiary companies	100,775	-	100,775
<b>Total non-current assets</b>	<b>100,775</b>	<b>-</b>	<b>100,775</b>
<b>Total assets</b>	<b>100,988</b>	<b>-</b>	<b>100,836</b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Bank overdrafts	(10,100)	-	(9,556)
Current financial liabilities	(1,115)	-	(1,115)
Trade payables	(128)	-	(323)
Other current liabilities	(160)	-	(158)
<b>Total current liabilities</b>	<b>(11,503)</b>	<b>-</b>	<b>(11,152)</b>
<b>Non-current liabilities</b>			
Provision for risks and charges	(73)	-	(73)
<b>Total non-current liabilities</b>	<b>(73)</b>	<b>-</b>	<b>(73)</b>
<b>Total liabilities</b>	<b>(11,576)</b>	<b>-</b>	<b>(11,225)</b>
<b>Equity</b>	<b>(89,412)</b>	<b>-</b>	<b>(89,611)</b>
<b>Total equity</b>	<b>(89,412)</b>	<b>-</b>	<b>(89,611)</b>
<b>Total equity and liabilities</b>	<b>(100,988)</b>	<b>-</b>	<b>(100,836)</b>

**General information**

Cavotec is a global engineering group, supplying innovative and environmentally friendly systems to the ports and maritime, airports, mining and tunnelling and general industry sectors. All engineering and most manufacturing of Cavotec's products and systems take place at nine specialised engineering Centres of Excellence in Germany (three), Sweden, Norway, Italy, the United States (two) and New Zealand. Cavotec has fully-owned sales companies spread across the world which monitor local markets and co-operate with Cavotec's Centres of Excellence. Cavotec SA, the Parent company, is a limited liability company incorporated and domiciled in Switzerland and listed on Nasdaq OMX in Stockholm, Sweden.

These unaudited Financial Statements have been approved by the Board of Directors for publication on 7 May 2012.

**Basis of preparation of financial statements**

The consolidated accounts of the Cavotec Group are prepared in accordance with International Financial Reporting Standards (IFRS). The same accounting and valuation policies were applied as in the most recent annual report with the exception of new and revised standards and interpretations effective from 1 January 2012. These changes have not had any impact on Cavotec's financial statements.

This interim report is prepared in accordance with IAS 34 Interim Financial Reporting.

**Segment information**

There have been no relevant changes to the assets and liabilities for segment information as shown in the Annual Report for 2011.

**Company acquisitions and divestments**

There have been no acquisitions in the period.

**Noteworthy risks and uncertainties**

There have been no changes to what was stated by Cavotec in its Annual Report for 2011 under Risk management.

On behalf of the Board  
7 May 2012



**Ottonel Popesco**  
Chief Executive Officer

**Reporting dates 2012**

It is the responsibility of Cavotec Group Management to disclose any and all information that might impact the Cavotec share price to the market in a timely manner. Group Management is ultimately responsible for determining whether information will impact the Cavotec share.

The 2Q12 Quarterly Report will be published on 9 August 2012.

**Forward-looking statements**

Some statements in this report are forward-looking, and the actual outcome could be materially different. In addition to the factors explicitly discussed, other factors could have a material effect on the actual outcome. Such factors include, but are not limited to, general business conditions, fluctuations in exchange rates and interest rates, political developments, the impact of competing products and their pricing, product development, commercialisation and technological difficulties, interruptions in supply, and major customer credit losses.

**Analysts & Media**

For more information please contact:

**Michael Scheepers**

Director, Investor Relations & PR

Telephone: +41 91 911 40 11

Mobile: +41 79 502 40 10

Email: [investor@cavotec.com](mailto:investor@cavotec.com)

**Cavotec SA**

Via Serafino Balestra 27  
CH-6900 Lugano, Switzerland  
Telephone: +41 91 911 40 10  
Facsimile: +41 91 922 54 00  
Website: [www.cavotec.com](http://www.cavotec.com)

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[investor@cavotec.com](mailto:investor@cavotec.com)