

3rd Quarter Report **2015**



- Revenues reached EUR 53.3 million (3Q14: 68.1), a decrease of 21.8%.
- Operating result (EBIT) ended with a profit of EUR 0.1 million (3Q14: 7.6), corresponding to a margin of 0.2% (3Q14: 11.2%). Adjusted operating result (EBIT) was EUR 0.5 million compared to EUR 8.6 million in 3Q14.
- Net result for the period was negative at EUR 4.0 million (3Q14: 9.5).
- Order intake amounted to EUR 45.2 million (3Q14: 53.1), a decrease of 15.0%.
- Order book increased 21.3% to EUR 122.5 million (FY14: 101.0).
- Book to bill ratio at 1.14x compared to 1.06x in 9M14.

CEO's comment



Cavotec's 3Q15 was challenging with revenues amounting to EUR 53.3 million, a 21.8% decrease compared to 3Q14, mainly due to the delivery of some larger projects delayed to 4Q15. Similar to last quarter, currency exchange differences made a positive impact on quarterly revenues. Gross margin remained stable for the quarter.

During the quarter we were awarded three separate orders for our innovative MoorMaster™ automated mooring technology. In the largest of these projects, Cavotec is to supply six MoorMaster™ units for the two locks on the US side of the St. Lawrence Seaway. The second order comes from SeaRoad Holdings, a leading Australian transport and logistics provider which purchased two additional MoorMaster™ units to supplement their existing installations in Devonport and Melbourne. The third order is for an installation in Newfoundland, eastern Canada, where four MoorMaster™ units are to be installed for the Portugal Cove - Bell Island passenger ferry service.

We also witnessed two important R&D milestones with the development and launch of a new 400Hz converter and a new sub-freeze Pre-Conditioned Air system; both designed, engineered and manufactured at Cavotec Inet in the USA. These products will provide us with an important competitive edge in the airport ground support equipment market.

3Q15 order intake declined 15% year-over-year while our order book has grown 21.3% to EUR 122.5 million from the year-end, with a strong contribution from the Airports Market Unit.

LOOKING AHEAD

Looking at the immediate road ahead, 4Q15 looks to be a new milestone in Cavotec's history and we are working full speed, including double shifts at our manufacturing facilities, to meet our customers' expectations. We have also recently opened an additional assembly facility in Shanghai, China and have taken steps to expand our manufacturing capacity at Cavotec Specimas in Italy. Nevertheless, as a result of the unprecedented amount of deliveries scheduled for these coming months, I expect that this will, in some cases, lead to deliveries being delayed to 1Q16.

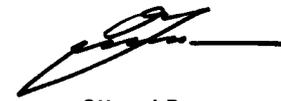
“3Q15 was marked by important achievements as we were awarded three separate orders for our innovative MoorMaster™ automated mooring technology.”

“Cavotec has excellent long-term prospects and, together with targeted M&A, we are set for growth over the coming years.”

Our MoorMaster™ technology undoubtedly remains one of the key pillars for Cavotec’s future growth, and with the new developments we have planned for this system and the increasing acceptance from the market, it has great long-term growth potential. Our Alternative Maritime Power systems for ships are also well positioned for growth, particularly as governing bodies worldwide increase their focus on reducing vessel emissions. Similarly, our existing product range for airports, complemented by the recent product developments, put us in a leadership position by offering a truly comprehensive product range for our customers.

Cavotec has excellent long-term prospects and, together with targeted M&A, we are set for growth over the coming years. I am confident in the revised FY15 guidance released on 19th October for revenues between EUR 230 and 235 million and a somewhat reduced level of profitability compared to FY14.

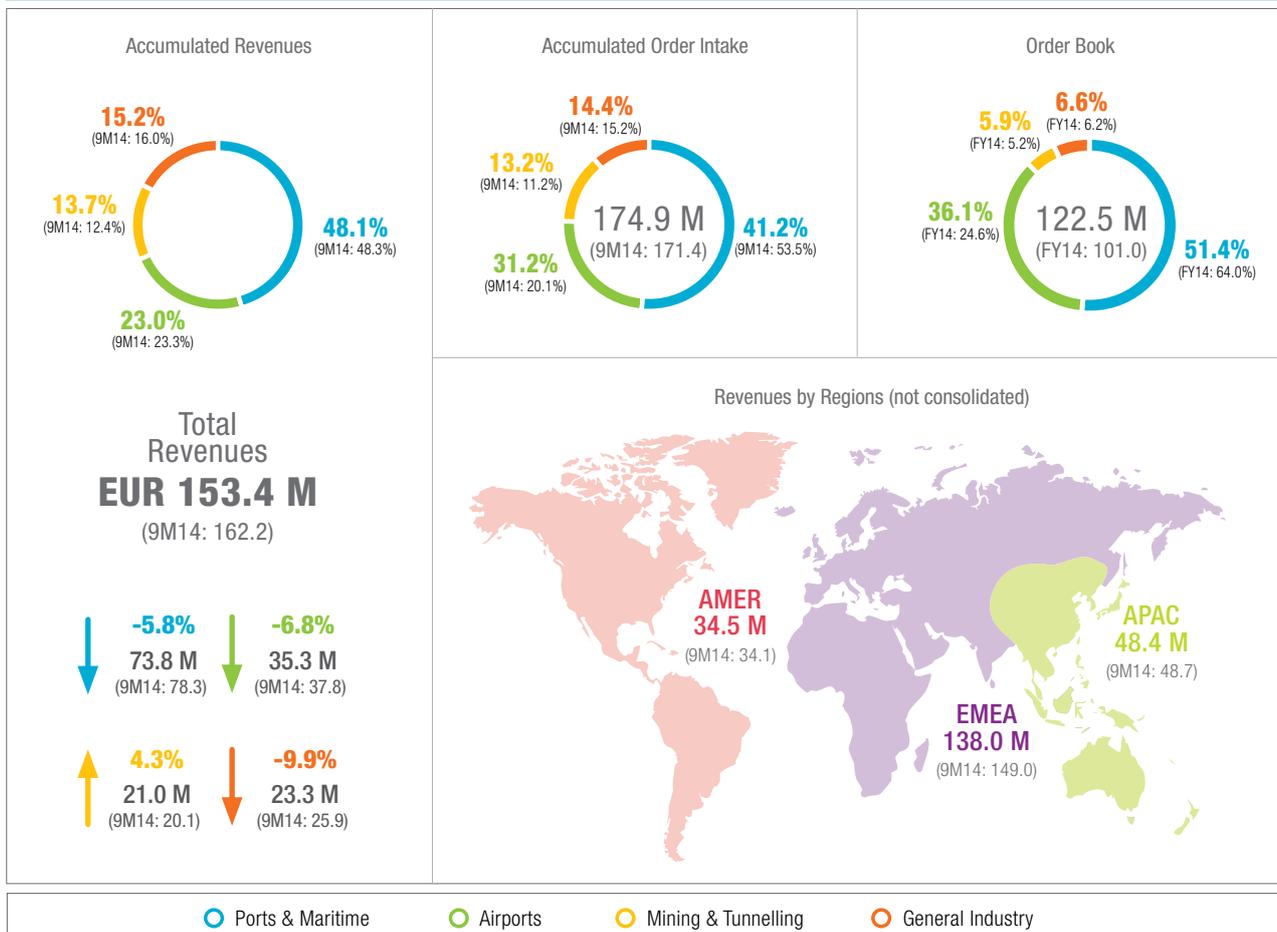
Lugano, 5 November 2015



Ottonel Popesco
Chief Executive Officer

YTD - Financial Snapshot

EUR Million



Financial Review

REVENUES, EARNINGS AND PROFITABILITY

Quarterly results

Revenues from sales of goods and services decreased 21.8% year-over-year to EUR 53,275 thousands. Due to the postponement of deliveries the operating result amounted to EUR 125 thousands (Adjusted operating result was EUR 474 thousands), compared to EUR 7,641 thousands in 3Q14 (Adjusted operating result was EUR 8,634 thousands). Operating expenses adjusted for currency exchange differences was stable in the quarter compared to the same period last year. Net financial items was negative at EUR 450 thousands, compared to EUR 3,111 thousands in 3Q14. Net result ended with a loss of EUR 3,951 thousands compared to a profit of 9,539 thousands in the same period last year.

Nine-month results

The operating result amounted to negative EUR 1,159 thousands (Adjusted operating result was EUR 1,183 thousands), impacted by negative currency exchange differences of EUR 1,874 thousands. The revenues from sales of goods and services decreased with 5.4% amounting to EUR 153,409 thousands, due to lower sales volumes but with a positive margin development. Operating expenses increased with 5.7%, impacted significantly by our cost structure in countries with currencies pegged to the US dollar.

Financial items was positively impacted by currency exchange differences, amounting to EUR 5,911 thousands. The consolidated profit before income tax for the period of nine months ended 30 September 2015 is the result of an aggregation of profits in a number of countries and significant losses in others. We have a significant charge for income taxes of Euro 6,150 thousands relating to profits made in certain jurisdictions, which for tax purposes may not be offset by the losses made in other jurisdictions and where we have not recorded deferred tax assets on losses. Net result ended with a loss of EUR 1,398 thousands compared to a profit of EUR 6,542 thousands in 9M14.

CASH FLOW

In 3Q15 operating cash flow was positive at EUR 957 thousands compared to EUR 3,495 thousands in 3Q14. Financial activities generated a cash outflow of EUR 3,421 thousands, including a capital reduction of EUR 3,777 thousands. Investing activities was negative at EUR 187 thousands, partially compensated by the sale of real estate in Germany.

The 9M15 operating cash flow ended negative at EUR 12,303 thousands due to investments in working capital driven by the forecasted high level of deliveries in 4Q15. Financial activities produced an inflow of EUR 7,726 thousands in 9M15 compared to EUR 6,800 thousands in the same period last year. 9M15 investing activities was negative at EUR 1,229 thousands.

NET DEBT

Net Debt increased to EUR 38,103 thousands, a quarter-on-quarter increase of EUR 6,793 thousands due to a reduction of capital and advance payments. Leverage ratio increased to 2.42x (FY14: 0.91x).

EMPLOYEES

In 3Q15 Cavotec increased its number of employees with 16 persons, ending at 1,041 full time equivalent employees at 30 September 2015. For the same period last year there were 1,017 full time equivalent employees, and 1,019 on 31 December 2014.

REVENUES AND ORDER INTAKE

EUR 000's	Revenues			
	3Q15	3Q14	9M15	9M14
Revenue from sales of goods and services	53,275	68,114	153,409	162,202
Increase/decrease	(14,839)	14,782	(8,793)	(11,731)
Percentage change	-21.8%	27.7%	-5.4%	-6.7%
Of which				
- Volumes and prices	-29.0%	29.5%	-13.6%	-3.2%
- Currency effects	7.2%	-1.8%	8.2%	-3.5%
EUR 000's	Order Intake			
	3Q15	3Q14	9M15	9M14
Order Intake	45,189	53,144	174,932	171,366
Increase/decrease	(7,955)	(4,290)	3,566	(9,950)
Percentage change	-15.0%	-7.5%	2.1%	-5.5%
Of which				
- Volumes and prices	-10.6%	-9.1%	-1.6%	-3.5%
- Currency effects	-4.4%	1.6%	3.7%	-2.0%

OPERATING SEGMENTS

EUR 000's	Revenues					
	3Q15	3Q14	Change %	9M15	9M14	Change %
AMER	9,674	18,656	-48.1%	34,460	34,053	1.2%
EMEA	43,505	60,718	-28.3%	138,004	148,990	-7.4%
APAC	23,179	18,259	26.9%	48,370	48,730	-0.7%
Inter-Group elimination	(23,083)	(29,519)		(67,425)	(69,571)	
Total	53,275	68,114	-21.8%	153,409	162,202	-5.4%

EUR 000's	Order Intake					
	3Q15	3Q14	Change %	9M15	9M14	Change %
AMER	15,777	13,454	17.3%	36,638	56,684	-35.4%
EMEA	43,569	40,440	7.7%	146,526	143,056	2.4%
APAC	11,236	17,803	-36.9%	61,978	48,014	29.1%
Inter-Group elimination	(25,393)	(18,553)		(70,210)	(76,388)	
Total	45,189	53,144	-15.0%	174,932	171,366	2.1%

EUR 000's	Order Book			Book/Bill ratio	
	9M15	FY14	Change %	9M15	9M14
AMER	40,520	38,346	5.7%	1.06	1.66
EMEA	89,640	81,115	10.5%	1.06	0.96
APAC	45,755	32,149	42.3%	1.28	0.99
Inter-Group elimination	(53,428)	(50,643)			
Total	122,487	100,967	21.3%	1.14	1.06

MARKET UNITS

EUR 000's	Revenues					
	3Q15	3Q14	Change %	9M15	9M14	Change %
Ports & Maritime	22,618	33,156	-31.8%	73,803	78,306	-5.8%
Airports	16,217	18,468	-12.2%	35,258	37,845	-6.8%
Mining & Tunnelling	7,509	7,333	2.4%	21,008	20,140	4.3%
General Industry	6,931	9,157	-24.3%	23,340	25,912	-9.9%
Total	53,275	68,114	-21.8%	153,409	162,202	-5.4%

EUR 000's	Order Intake					
	3Q15	3Q14	Change %	9M15	9M14	Change %
Ports & Maritime	20,830	22,273	-6.5%	72,173	91,667	-21.3%
Airports	9,503	16,113	-41.0%	54,597	34,467	58.4%
Mining & Tunnelling	5,746	5,709	0.6%	23,033	19,133	20.4%
General Industry	9,110	9,049	0.7%	25,129	26,099	-3.7%
Total	45,189	53,144	-15.0%	174,932	171,366	2.1%

EUR 000's	Order Book			Book/Bill ratio	
	9M15	FY14	Change %	9M15	9M14
Ports & Maritime	63,026	64,656	-2.5%	0.98	1.17
Airports	44,166	24,828	77.9%	1.55	0.91
Mining & Tunnelling	7,227	5,201	38.9%	1.10	0.95
General Industry	8,068	6,282	28.4%	1.08	1.01
Total	122,487	100,967	21.3%	1.14	1.06

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

EUR 000's	Unaudited three months 30 Sep, 2015	Unaudited three months 30 Sep, 2014	Unaudited nine months 30 Sep, 2015	Unaudited nine months 30 Sep, 2014	Audited year 31 Dec, 2014
Revenue from sales of goods and services	53,275	68,114	153,409	162,202	235,457
Other income	1,802	809	4,010	2,855	5,446
Raw materials and components	(26,030)	(33,351)	(73,046)	(78,373)	(115,964)
Employee benefit costs	(15,960)	(16,229)	(49,784)	(48,620)	(67,900)
Operating expenses	(11,822)	(10,619)	(32,137)	(28,889)	(40,010)
Gross Operating Result	1,265	8,724	2,452	9,175	17,029
Depreciation and amortisation	(1,140)	(1,083)	(3,611)	(3,127)	(4,468)
Operating Result	125	7,641	(1,159)	6,048	12,561
Interest income	17	6	34	34	49
Interest expenses	(415)	(1,067)	(897)	(1,899)	(2,410)
Currency exchange differences - net	(52)	4,172	6,774	3,801	6,018
Profit/(loss) before income tax	(325)	10,752	4,752	7,984	16,218
Income taxes	(3,626)	(1,213)	(6,150)	(1,442)	(5,988)
Profit/(loss) for the period	(3,951)	9,539	(1,398)	6,542	10,230
Other comprehensive income:					
Remeasurements of post employment benefit obligations	(71)	-	(29)	-	(215)
Items that will not be reclassified to profit or loss	(71)	-	(29)	-	(215)
Currency translation differences	(7,493)	4,752	(3,317)	3,180	1,942
Items that may be subsequently reclassified to profit	(7,493)	4,752	(3,317)	3,180	1,942
Other comprehensive income for the year, net of tax	(7,564)	4,752	(3,346)	3,180	1,727
Total comprehensive income for the period	(11,515)	14,291	(4,744)	9,722	11,956
Total comprehensive income attributable to:					
Equity holders of the Group	(11,515)	14,320	(4,747)	9,732	11,985
Non-controlling interest	-	(29)	3	(10)	(29)
Total	(11,515)	14,291	(4,744)	9,722	11,956
Profit (loss) attributed to:					
Equity holders of the Group	(3,951)	9,538	(1,397)	6,551	10,258
Non-controlling interest	-	1	(1)	(9)	(29)
Total	(3,951)	9,539	(1,398)	6,542	10,230
Basic and diluted earnings per share attributed to the equity holders of the Group	(0.050)	0.131	(0.018)	0.091	0.140
Average number of shares	78,471,480	72,574,227	78,471,480	71,751,090	73,444,997

CONSOLIDATED BALANCE SHEET

EUR 000's	Unaudited 30 Sep, 2015	Unaudited 30 Sep, 2014	Audited 31 Dec, 2014
Assets			
Current assets			
Cash and cash equivalents	12,764	20,460	17,071
Trade receivables	54,427	50,002	60,988
Tax assets	971	927	991
Other current receivables	10,952	5,617	6,722
Inventories	53,177	50,774	40,784
Total current assets	132,291	127,780	126,556
Non-current assets			
Property, plant and equipment	26,371	27,060	26,326
Intangible assets	70,709	68,395	69,154
Non-current financial assets	376	255	264
Deferred tax assets	17,842	17,935	17,196
Other non-current receivables	469	2,384	513
Total non-current assets	115,767	116,029	113,453
Assets held for sale	-	2,082	1,800
Total assets	248,058	245,891	241,809
Equity and Liabilities			
Current liabilities			
Bank overdrafts	(110)	-	-
Current financial liabilities	(2,655)	(2,763)	(1,738)
Trade payables	(36,101)	(38,819)	(32,831)
Tax liabilities	(3,249)	(4,232)	(3,065)
Provision for risk and charges, current	(5,608)	(6,014)	(5,359)
Other current liabilities	(11,760)	(10,235)	(14,382)
Total current liabilities	(59,483)	(62,063)	(57,375)
Non-current liabilities			
Non-current financial liabilities	(46,758)	(37,694)	(35,345)
Deferred tax liabilities	(6,434)	(4,763)	(5,731)
Other non-current liabilities	(172)	(932)	(264)
Provision for risk and charges, non-current	(5,267)	(4,824)	(5,191)
Total non-current liabilities	(58,631)	(48,213)	(46,531)
Total liabilities	(118,114)	(110,276)	(103,906)
Equity			
Equity attributable to owners of the parent	(129,914)	(135,629)	(137,876)
Non-controlling interests	(30)	14	(27)
Total equity	(129,944)	(135,615)	(137,903)
Total equity and liabilities	(248,058)	(245,891)	(241,809)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

EUR 000's	Equity related to owners of the paren	Reserves	Retained earnings	Equity related to owners of the parent	Non-controlling interest	Total equity
Unaudited						
Balance as at 1 January 2014	(86,463)	1,447	(23,757)	(108,773)	4	(108,769)
(Profit) / Loss for the period	-	-	(6,551)	(6,551)	9	(6,542)
Currency translation differences	-	(3,181)	-	(3,181)	1	(3,180)
Total comprehensive income and expenses	-	(3,181)	(6,551)	(9,732)	10	(9,722)
Capital reduction	2,921	(3)	-	2,918	-	2,918
Capital increase	(8,446)	(11,814)	-	(20,260)	-	(20,260)
Acquisition of subsidiary involving changes to non-controlling interest	-	219	-	219	-	219
Transactions with shareholders	(5,525)	(11,598)	-	(17,123)	-	(17,123)
Balance as at 30 September 2014	(91,988)	(13,332)	(30,308)	(135,629)	14	(135,615)
Audited						
Balance as at 1 January 2014	(86,464)	(1,448)	(23,757)	(108,773)	4	(108,769)
(Profit) / Loss for the period	-	-	(10,258)	(10,258)	29	(10,230)
Currency translation differences	-	(1,942)	-	(1,942)	-	(1,942)
Remeasurements of post employment benefit obligations	-	215	-	215	-	215
Total comprehensive income and expenses	-	(1,727)	(10,258)	(11,985)	29	(11,956)
Capital reduction	2,921	(3)	-	2,918	-	2,918
Capital increase	(8,447)	(11,814)	-	(20,261)	-	(20,261)
Reduction in non-controlling interest	-	-	-	-	(33)	(33)
Acquisition of subsidiary involving changes to non-controlling interest	-	-	225	225	(27)	198
Transactions with shareholders	(5,526)	(11,817)	(225)	(17,118)	(60)	(17,178)
Balance as at 31 December 2014	(91,990)	(12,096)	(33,790)	(137,876)	(27)	(137,903)
Unaudited						
Balance as at 1 January 2015	(91,990)	(12,096)	(33,790)	(137,876)	(27)	(137,903)
(Profit) / Loss for the period	-	-	1,398	1,398	(1)	1,398
Currency translation differences	-	3,320	-	3,320	(3)	3,317
Remeasurements of post employment benefit obligations	-	29	-	29	-	29
Total comprehensive income and expenses	-	3,349	1,398	4,747	(3)	4,744
Capital reduction	3,218	(3)	-	3,215	-	3,215
Transactions with shareholders	3,218	(3)	-	3,215	-	3,215
Balance as at 30 September 2015	(88,772)	(8,750)	(32,392)	(129,914)	(30)	(129,944)

CONSOLIDATED STATEMENT OF CASH FLOWS - INDIRECT METHOD

EUR 000's	Unaudited three months 30 Sep, 2015	Unaudited three months 30 Sep, 2014	Unaudited nine months 30 Sep, 2015	Unaudited nine months 30 Sep, 2014	Audited year 31 Dec, 2014
Profit/(loss) for the period	(3,951)	9,539	(1,398)	6,542	10,230
Adjustments for:					
Net interest expenses	319	526	782	1,205	1,536
Current taxes	3,470	2,128	5,440	4,017	7,208
Depreciation and amortisation	1,140	1,083	3,611	3,127	4,468
Deferred tax	155	(962)	709	(3,071)	(1,219)
Provision for risks and charges	1,484	343	2,807	2,773	1,211
Capital gain or loss on assets	(5)	(22)	(40)	(108)	(121)
Other items not involving cash flows	739	(3,378)	(6,212)	(2,492)	(5,028)
Interest paid	(322)	(457)	(804)	(1,173)	(1,546)
Taxes paid	(683)	(603)	(5,237)	(2,183)	(6,435)
	6,297	(1,342)	1,056	2,095	74
Cash flow before changes in working capital	2,346	8,197	(342)	8,637	10,304
Impact of changes in working capital:					
Inventories	(600)	4,021	(13,327)	(12,833)	(1,355)
Trade receivables	3,183	(4,079)	5,268	(1,430)	(12,222)
Other current receivables	(1,482)	1,839	(4,227)	(863)	(2,027)
Trade payables	(1,827)	(5,512)	3,240	7,163	1,221
Other current liabilities	(222)	(246)	(2,653)	(1,633)	2,246
Long term receivables and liabilities	(441)	(725)	(262)	(692)	1,078
Impact of changes involving working capital	(1,389)	(4,702)	(11,961)	(10,288)	(11,059)
Net cash inflow / (outflow) from operating activities	957	3,495	(12,303)	(1,651)	(755)
Financial activities:					
Proceeds of loans and borrowings	2,025	375	14,427	444	454
(Repayments) of loans and borrowings	(1,669)	(17,259)	(2,924)	(10,986)	(14,491)
Capital increase	-	20,260	-	20,260	20,260
Capital reduction	(3,777)	(2,918)	(3,777)	(2,918)	(2,918)
Acquisition of non controlling interest	-	-	-	-	(232)
Increase of loans to non controlling interest	-	-	-	-	(26)
Net cash inflow / (outflow) from financial activities	(3,421)	458	7,726	6,800	3,047
Investing activities:					
Investments in property, plant and equipment	(1,183)	(485)	(2,261)	(1,662)	(2,155)
Investments in intangible assets	(549)	(653)	(616)	(908)	(1,010)
Sales of non-current financial assets	-	199	-	18	18
Disposal of assets	1,545	47	1,648	317	303
Net cash inflow / (outflow) from investing activities	(187)	(892)	(1,229)	(2,235)	(2,844)
Cash at the beginning of the period	17,569	14,011	17,071	13,928	13,928
Cash flow for the period	(2,651)	3,061	(5,806)	2,914	(552)
Currency exchange differences	(2,263)	3,388	1,389	3,618	3,695
Cash at the end of the period	12,654	20,460	12,654	20,460	17,071
Cash comprises:					
Cash and cash equivalents	12,764	20,460	12,764	20,460	17,071
Bank overdrafts	(110)	-	(110)	-	-
Total	12,654	20,460	12,654	20,460	17,071

SEGMENT INFORMATION

EUR 000's	AMER	EMEA	APAC	HQ	Inter-Group elimination	Total
Unaudited						
Three months ended 30 September 2015						
Revenue from sales of goods and services	9,674	43,505	23,179	-	(23,083)	53,275
Other income	22	1,717	1,546	504	(1,987)	1,802
Operating expenses before depreciation and amortisation	(12,540)	(44,678)	(21,647)	(11)	25,064	(53,812)
Gross Operating Result	(2,844)	544	3,078	493	(6)	1,265
Unaudited						
Three months ended 30 September 2014						
Revenue from sales of goods and services	18,656	60,718	18,259	-	(29,519)	68,114
Other income	285	1,672	1,761	330	(3,239)	809
Operating expenses before depreciation and amortisation	(18,949)	(55,351)	(17,814)	(270)	32,185	(60,199)
Gross Operating Result	(8)	7,039	2,206	60	(573)	8,724
Unaudited						
Nine months ended 30 September 2015						
Revenue from sales of goods and services	34,460	138,004	48,370	-	(67,425)	153,409
Other income	475	5,116	4,878	2,327	(8,786)	4,010
Operating expenses before depreciation and amortisation	(43,582)	(138,082)	(47,780)	(1,158)	75,635	(154,967)
Gross Operating Result	(8,647)	5,038	5,468	1,169	(576)	2,452
Unaudited						
Nine months ended 30 September 2014						
Revenue from sales of goods and services	34,053	148,990	48,730	-	(69,571)	162,202
Other income	678	5,159	3,811	1,080	(7,873)	2,855
Operating expenses before depreciation and amortisation	(42,091)	(140,878)	(47,735)	(1,802)	76,624	(155,882)
Gross Operating Result	(7,360)	13,271	4,806	(722)	(820)	9,175
Audited						
Year ended 31 December 2014						
Revenue from sales of goods and services	51,364	208,952	70,249	6	(95,114)	235,457
Other income	922	7,982	6,237	2,387	(12,083)	5,445
Operating expenses before depreciation and amortisation	(60,327)	(197,995)	(68,953)	(2,493)	105,894	(223,874)
Gross Operating Result	(8,041)	18,939	7,533	(100)	(1,303)	17,029

REVIEW OPINION



Report on the Review of
Interim consolidated financial statements
to the Board of Directors of
Cavotec SA
Lugano

Introduction

We have reviewed the interim consolidated financial statements on pages 5 to 9 (balance sheet, statement of comprehensive income, cash flow statement, statement of changes in equity and notes on page 12) of Cavotec SA for the nine months period ended 30 September 2015. The Board of Directors is responsible for the preparation and presentation of this interim consolidated financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with Swiss Auditing Standard 910 and International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Swiss Auditing Standards and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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 International Accounting Standard 34 "Interim Financial Reporting".

PricewaterhouseCoopers SA

Daniel Ketterer

Efrem Dell'Era

Lugano, 5 November 2015

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PARENT COMPANY - CONDENSED STATEMENT OF COMPREHENSIVE INCOME

CAVOTEC SA EUR 000's	Unaudited three months 30 Sep, 2015	Unaudited three months 30 Sep, 2014	Unaudited nine months 30 Sep, 2015	Unaudited nine months 30 Sep, 2014	Unaudited year 31 Dec, 2014
Dividend	-	176	-	176	176
Other income	214	160	1,755	481	1,278
Employee benefit costs	(14)	(190)	(587)	(798)	(1,657)
Operating expenses	(241)	(214)	(867)	(719)	(1,073)
Operating Result	(41)	(68)	301	(860)	(1,276)
Interest expenses - net	(7)	(8)	(18)	(22)	(25)
Currency exchange differences - net	(542)	(23)	(542)	(23)	(24)
(Loss) before income tax	(590)	(99)	(259)	(905)	(1,325)
Income taxes	(10)	(10)	(24)	(22)	(27)
(Loss) for the period	(600)	(109)	(283)	(927)	(1,352)
Other comprehensive income:					
Actuarial gain (loss)	-	-	-	-	(34)
Total comprehensive income for the period	(600)	(109)	(283)	(927)	(1,386)

PARENT COMPANY - CONDENSED BALANCE SHEET

CAVOTEC SA EUR 000's	Unaudited nine months 30 Sep, 2015	Unaudited nine months 30 Sep, 2014	Unaudited year 31 Dec, 2014
Assets			
Current assets			
Cash and cash equivalents	26	2,619	2,953
Trade receivable	70	2	1,231
Tax assets	19	14	23
Other current receivables	571	458	11
Total current assets	686	3,093	4,218
Non-current assets			
Investment in subsidiary companies	155,622	98,447	98,447
Total non-current assets	155,622	98,447	98,447
Total assets	156,308	101,540	102,665
Equity and Liabilities			
Current liabilities			
Bank overdrafts	(56,233)	-	-
Current financial liabilities	(1,955)	-	(935)
Trade payables	(66)	(291)	(173)
Provision for risks and charges - current	(263)	-	(263)
Other current liabilities	(787)	(136)	(472)
Total current liabilities	(59,304)	(427)	(1,843)
Non-current liabilities			
Provision for risks and charges - non current	(178)	(102)	(405)
Current financial liabilities	(109)	(644)	(509)
Total non-current liabilities	(287)	(746)	(914)
Total liabilities	(59,591)	(1,173)	(2,757)
Equity	(96,717)	(100,367)	(99,908)
Total equity	(96,717)	(100,367)	(99,908)
Total equity and liabilities	(156,308)	(101,540)	(102,665)

GENERAL INFORMATION

Cavotec is a global engineering group that manufactures power transmission, distribution and control technologies that form the link between fixed and mobile equipment in the Ports & Maritime, Airports, Mining & Tunnelling and General Industry sectors. All engineering and most manufacturing of Cavotec's products and systems take place at eight specialised engineering Centres of Excellence in Germany (two), 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 5 November 2015.

BASIS OF PREPARATION OF FINANCIAL STATEMENTS

This quarterly report was prepared in accordance with IFRS, applying IAS 34 Interim Financial Reporting. The same accounting and valuation policies were applied in the most recent annual report. The condensed quarterly financial statements should be read in conjunction with the annual financial statements for the year ended in December 2014.

The preparation of quarterly financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

SEGMENT INFORMATION

There have been no relevant changes to the assets and liabilities for segment information as shown in the Annual Report for 2014.

LEGAL DISPUTES

After a seven-week jury trial against Michael Colaco, Cavotec obtained in June 2015 a complete defense verdict and also obtained a multi-million dollar verdict on a counterclaim, including an award of punitive damages; the jury determined that Cavotec was not liable and therefore does not owe anything to Mr. Colaco. The jury additionally determined that Mr. Colaco had breached his fiduciary duty to Cavotec, and was liable for punitive damages. The verdict also entitles Cavotec to recover its attorneys' fees. It is expected that Mr. Colaco files an appeal to contest the verdict.

NOTEWORTHY RISKS AND UNCERTAINTIES

There have been no changes to what was stated by Cavotec in its Annual Report for 2014 under Risk management.

REPORTING DATES 2015

The 4Q15 Quarterly Report will be published on 25 February 2016.

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

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Cavotec Fladung pop-up pit in action at Frankfurt Airport, Germany.

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