

Statement of recognized income and expenses

in CHF million	2006	2005
Fair value adjustments IAS 39		23
Realization under IAS 39		-68
Actuarial gains / losses under IAS 19		-10
Conversion differences		60
Net result recognized directly in equity	-10	5
Group net profit	302	21
Total recognized income and expenses in equity	292	27
- of which attributable to group shareholders	289	25
- of which attributable to minority interests	3	2

Consolidated statement of changes in shareholders' equity

in CHF million	Share capital ²	Additional paid-in capital ³	Treasury shares ⁴	Conversion differences	Retained earnings	Hedge accounting	Fair value adjustments	Deferred taxes	Total equity allocable to shareholders	Minority interests	Total shareholder's equity
Balance at January 1, 2005	283	622	-42	-98	406	9	41	-6	1215	6	1221
Restatement of pension liabilities (IAS 19) ¹					-40			9	-31		-31
Balance at Jan 1, 2005 after restatement	283	622	-42	-98	366	9	41	3	1184	6	1 190
Total recognized income and expenses				60	-2	-12	-39	18	25	2	27
Dividend distributions									0	-1	-1
Share-based compensation					2				2		2
Purchase of treasury shares			-248						-248		-248
Sale of treasury shares			46		-8				39		39
Balance at December 31, 2005	283	622	-244	-38	359	-3	1	22	1 001	7	1 008
Balance at January 1, 2006	283	622	-244	-38	359	-3	1	22	1001	7	1008
Total recognized income and expenses				-19	312	5	-1	-8	289	3	292
Dividend distributions									0	-1	-1
Change in scope of consolidation									0	16	16
Share-based compensation					-				0		0
Purchase of treasury shares			-3						-3		-3
Sale of treasury shares			65		130				195		195
Balance at December 31, 2006	283	622	-183	-58	802	2	0	14	1 482	24	1 506

¹ Restatement 2005 see page 90.

² The share capital of OC Oerlikon Corporation AG, Pfäffikon consists of 14 142 437 registered shares of nominal value CHF 20.

³ Additional paid-in capital includes CHF 57 million which are not distributable for legal reasons.

⁴ Treasury shares held at cost in coverage of potential obligations associated with stock option plans of OC Oerlikon Corporation AG, Pfäffikon:

Detail of footnote 4	Number of shares	Price per share in CHF	Cost in CHF million	Fair value in CHF million	Result in CHF million
Balance at December 31, 2004	223 581	189	42		-3
Exercise of employee share options	-239 366	187	-45	-37	-7
Sale 2005 due to employee share purchase plan	-7 530	187	-1	-1	0
Purchase 2005	1 343 917	173	232	232	0
Repurchase of employee shares	92 092	178	16	16	0
Balance at December 31, 2005	1 412 694	173	244		-8
Sale 2006	-351 040	173	-61	-187	126
Sale 2006 due to employee purchase plan	-21 243	173	-4	-7	4
Repurchase of employee shares	9 601	350	3	3	0
Balance at December 31, 2006	1 050 012	174	183		130