

Consolidated income statement

in CHF million	Notes	January 1 to December 31, 2013	January 1 to December 31, 2012, restated
Sales of goods		2 184	2 251
Services rendered		699	655
Total sales		2 883	2 906
Cost of sales		-2 044	-2 079
Gross profit		839	827
Marketing and selling		-161	-158
Research and development		-117	-107
Administration		-208	-209
Other income	3	36	77
Other expense	3	-23	-9
Result before interest and taxes (EBIT)		366	421
Financial income	5	16	51
Financial expense	5	-48	-145
Result before taxes (EBT)		334	327
Income taxes	6	-75	-109
Result from continuing operations		259	218
Result from discontinued operations, net of income taxes	2	-58	162
Net income		201	380
Attributable to:			
Shareholders of the parent		198	377
Non-controlling interests		3	3
Earnings per share in CHF	7	0.60	1.16
Diluted earnings per share in CHF	7	0.59	1.15
Earnings per registered share continuing operations in CHF		0.77	0.66
Diluted earnings per registered share continuing operations in CHF		0.76	0.66
Earnings per registered share discontinued operations in CHF	2	-0.18	0.50
Diluted earnings per registered share discontinued operations in CHF	2	-0.17	0.49

Consolidated statement of comprehensive income

in CHF million	January 1 to December 31, 2013	January 1 to December 31, 2012, restated
Net income	201	380
Other comprehensive income		
Items that will never be reclassified to the income statement		
Remeasurements of defined benefit plans	-11	-63
Income taxes on items that will never be reclassified to the income statement	2	24
	-9	-39
Items that may be reclassified subsequent to the income statement		
Effective portion of changes in fair value of cash flow hedges, net	-	14
Conversion differences, net	77	-20
Income taxes on items that may be reclassified subsequent to the income statement	-	-5
	77	-11
Other comprehensive income for the period, net of taxes	68	-50
Total comprehensive income for the period	269	330
Attributable to:		
Shareholders of the parent	266	327
Non-controlling interests	3	3

Consolidated balance sheet at December 31

Consolidated balance sheet at December 31

Assets			
in CHF million	Notes	2013	2012, restated
Cash and cash equivalents	8	1 280	638
Current financial investments and derivatives	9	11	16
Trade receivables	10	425	474
Other receivables	10	88	89
Current tax receivables		26	19
Inventories	11	404	388
Prepaid expenses and accrued income		17	18
Assets classified as held for sale	2	–	737
Current assets		2 251	2 379
Loans and other non-current financial receivables	10	25	6
Non-current financial investments	9	4	4
Property, plant and equipment	12	742	718
Goodwill and intangible assets	13	943	938
Post-employment benefit assets	14	5	1
Deferred tax assets	6	124	112
Non-current assets		1 843	1 779
Total assets		4 094	4 158
Liabilities and equity			
in CHF million	Notes	2013	2012, restated
Trade payables	15	314	287
Other current financial liabilities and derivatives	15	2	3
Other current liabilities	15	56	47
Accrued liabilities	16	195	199
Current customer advances		407	450
Current income taxes payable		47	57
Current post-employment benefit provisions	14	22	24
Other current provisions	17	63	57
Liabilities classified as held for sale	2	–	239
Current liabilities		1 106	1 363
Non-current loans and borrowings	18	303	304
Non-current post-employment benefit provisions	14	546	530
Deferred tax liabilities	6	48	73
Other non-current provisions	17	7	4
Non-current liabilities		904	911
Total liabilities		2 010	2 274
Share capital		335	326
Treasury shares		–10	–8
Retained earnings and reserves		1 747	1 542
Equity attributable to shareholders of the parent		2 072	1 860
Non-controlling interests		12	24
Total equity		2 084	1 884
Total liabilities and equity		4 094	4 158

Consolidated cash flow statement

Consolidated cash flow statement¹

in CHF million	Notes	January 1 to December 31, 2013	January 1 to December 31, 2012, restated
Net income		201	380
Income taxes		84	122
Interest expense (net)		32	93
Other financial expense (net)		4	6
Depreciation of property, plant and equipment	12	108	123
Amortization of intangible assets	13	18	28
Impairment losses on property, plant and equipment		–	3
Addition to other provisions (net)	17	35	9
Decrease in post-employment benefit provisions		–13	–21
Gain on sale of property, plant and equipment and intangible assets		–5	–40
Loss/gain on sale of discontinued operations, net of tax	2	92	–207
Income taxes paid		–120	–97
Other non-cash items		–1	15
Cash flow from operating activities before changes in net current assets		435	414
Decrease in receivables, prepaid expenses and accrued income		31	99
Increase/decrease in inventories		–69	46
Increase/decrease in payables, accrued liabilities and use of other provisions		10	–125
Decrease/increase in customer advances		–35	76
Non-cash impact on net current assets due to hedge accounting		–5	–4
Cash flow from changes in net current assets		–68	92
Cash flow from operating activities		367	506
Purchase of property, plant and equipment		–168	–181
Purchase of intangible assets		–22	–21
Purchase of financial investments		–	–2
Proceeds from sale of discontinued operations ²		502	232
Proceeds from sale of property, plant and equipment		34	45
Proceeds from sale of financial investments		4	54
Interest received		7	6
Dividends received		3	3
Cash flow from investing activities		360	136
Dividends paid		–86	–67
Purchase of treasury shares		–11	–7
Proceeds from capital increase		52	17
Proceeds from issue of financial debt		–	630
Payment of transaction costs related to financial debt		–	–18
Repayment of financial debt		–	–1 170
Acquisition of non-controlling interests		–16	–8
Interest paid		–38	–58
Other payments related to financing activities		–1	–37
Cash flow from financing activities		–100	–718
Translation adjustments to cash and cash equivalents		–7	–6
Increase/decrease in cash and cash equivalents		620	–82
Cash and cash equivalents at the beginning of the year ³		660	742
Cash and cash equivalents at the end of the year ³		1 280	660
Increase/decrease in cash and cash equivalents		620	–82

¹ The cash flow statement is presented without any effects from discontinued operations as well as assets and liabilities held for sale. Refer to Note 2 for cash flows from discontinued operations.

² Net of cash disposed of and related transaction costs.

³ Includes CHF 22 million that are included in "Assets classified as held for sale" in the balance sheet as of December 31, 2012.

Consolidated statement of changes in equity

Consolidated statement of changes in equity

in CHF million	Share capital ¹	Additional paid-in capital ²	Treasury shares	Conversion differences	Retained earnings	Hedge accounting	Income taxes	Total equity attributable to shareholders	Non-controlling interests	Total shareholders' equity
Balance at January 1, 2012 (as previously reported)	323	1 475	-3	-467	228	-7	37	1 586	24	1 610
Restatement for IAS 19 (revised)	-	-	-	-	3	-	-1	2	-	2
Balance at January 1, 2012 (restated)	323	1 475	-3	-467	231	-7	36	1 588	24	1 612
Net income	-	-	-	-	377	-	-	377	3	380
Other comprehensive income										
Effective portion of changes in fair value of cash flow hedges, net	-	-	-	-	-	14	-5	9	-	9
Remeasurements of defined benefit plans	-	-	-	-	-63	-	24	-39	-	-39
Conversion differences, net	-	-	-	-20	-	-	-	-20	-	-20
Total other comprehensive income for the period	-	-	-	-20	-63	14	19	-50	-	-50
Total comprehensive income for the period	-	-	-	-20	314	14	19	327	3	330
Capital increase	3	14	-	-	-	-	-	17	-	17
Dividend distributions	-	-65	-	-	-	-	-	-65	-2	-67
Share-based payments	-	-	-	-	4	-	-	4	-	4
Purchase of treasury shares	-	-	-7	-	-	-	-	-7	-	-7
Transfer and sale of treasury shares	-	-	2	-	1	-	-	3	-	3
Acquisition of non-controlling interests	-	-	-	-	-7	-	-	-7	-1	-8
Total transactions with owners of the company	3	-51	-5	-	-2	-	-	-55	-3	-58
Balance at December 31, 2012 (restated)	326	1 424	-8	-487	543	7	55	1 860	24	1 884
Net income	-	-	-	-	198	-	-	198	3	201
Other comprehensive income										
Remeasurements of defined benefit plans	-	-	-	-	-11	-	2	-9	-	-9
Conversion differences, net	-	-	-	77	-	-	-	77	-	77
Total other comprehensive income for the period	-	-	-	77	-11	-	2	68	-	68
Total comprehensive income for the period	-	-	-	77	187	-	2	266	3	269
Capital increase	9	43	-	-	-	-	-	52	-	52
Dividend distributions	-	-83	-	-	-	-	-	-83	-3	-86
Change in scope of consolidation	-	-	-	-	-	-	-	-	-11	-11
Share-based payments	-	-	-	-	-4	-	-	-4	-	-4
Purchase of treasury shares	-	-	-11	-	-	-	-	-11	-	-11
Transfer of treasury shares	-	-	9	-	-2	-	-	7	-	7
Acquisition of non-controlling interests	-	-	-	-	-15	-	-	-15	-1	-16
Total transactions with owners of the company	9	-40	-2	-	-21	-	-	-54	-15	-69
Balance at December 31, 2013	335	1 384	-10	-410	709	7	57	2 072	12	2 084

¹ The share capital of OC Oerlikon Corporation AG, Pfäffikon, consists of 334 633 258 registered shares of nominal value CHF 1.

² As of December 31, 2013, additional paid-in capital includes CHF 1 157 million of legal reserves in OC Oerlikon Corporation AG, Pfäffikon.

Treasury shares	Number of shares	Price per share in CHF	Cost in CHF million	Fair value in CHF million	Result in CHF million
Balance at January 1, 2012	589 011	6	3	-	-
Transfer 2012 due to employee purchase plan	-317 147	6	-1	-3	2
Transfer 2012 to warrant holders	-69 616	7	-1	-	-1
Purchase 2012	700 000	10	7	-	-
Balance at December 31, 2012	902 248	9	8	-	-
Transfer 2013 due to employee purchase plan	-600 026	10	-6	-6	-
Transfer 2013 to warrant holders	-289 245	10	-3	-	-3
Purchase 2013	931 925	12	11	-	-
Balance at December 31, 2013	944 902	11	10	-	-