

IVU Traffic Technologies AG

Consolidated report for the first six months of the financial year 2015 in line with IFRS

Berlin, 26 August 2015

Key figures

| | 1/1 – 30/6/2015 in k€ | 1/1 – 30/6/2014 in k€ | Change in k€ |
|---------------------------|--------------------------|--------------------------|-----------------|
| Revenues | 21,458 | 16,739 | +4,719 |
| Gross profit | 15,674 | 13,903 | +1,771 |
| Personnel expenses | 12,720 | 11,986 | +734 |
| EBIT | -914 | -1,413 | +499 |
| Consolidated loss | -1,186 | -1,498 | +312 |

Management report

Financial performance

IVU's revenues for the first six months of 2015 at € 21,458 k were higher than for the same period in 2014 (€ 16,739 k). At the same time, material costs increased to € 6,156 k (2014: € 3,307 k). The gross profit rose to € 15,674 k (2014: € 13,903 k).

Personnel expenses have increased to € 12,720 k (2014: € 11,986 k). Other operating expenses have grown by € 378 k to € 3,287 k (2014: € 2,909 k).

EBIT improved to - € 914 k (2014: - € 1,413 k). The negative EBIT in the first half year is in line with the seasonal business cycle familiar from previous years.

As of 30 June 2015 the level of orders for the current financial year accounts for more than 90 % of the planned annual revenues.

Key projects in the first half of 2015

Montreal. Resource planning for VIA Rail Canada

VIA Rail Canada is another major national railway to place its trust in the software solutions from IVU. The company operates passenger rail services in eight of Canada's ten provinces. Around 500 trains are operated on a weekly basis on a route network of over 12,500 kilometres. In the country with the second-largest surface area in the world, the trains often have to cover considerable distances to reach their destination. In order to provide excellent service on board, the trains are usually staffed with several teams made up of drivers and train crew. IVU.rail will provide for efficient duty scheduling and dispatching of nearly 1,200 personnel.

Stuttgart. Sustainable mobility in the region

As part of the "NaMoReg" project (German abbreviation for "Sustainably Mobile Region Stuttgart"), a multi-client, real-time information system from IVU was installed by VVS, the transit and tariff association of Stuttgart. With the multi-client IVU solution, VVS can now process current traffic data for a total of 26 small and mid-sized companies centrally and transmit it to information systems. This guarantees more reliable connections for passengers switching between routes and cuts unnecessary waiting times. For this purpose, IVU engineers installed new on-board computers in the approximately 500 vehicles belonging to the participating companies. The real-time data is processed and distributed by IVU.fleet and IVU.realtime.

Milan. Appearance at the UITP World Congress

At this year's industry convention of the International Association of Public Transport (UITP) in June 2015, IVU presented a new app for mobile devices and improvements to its integrated systems IVU.suite and IVU.rail, and more. In a Focus Session, IVU Product Manager Dr Claus Dohmen offered insight into the development of the IVU.realtime.app. Based on the evaluation of real-time data, a new, innovative route calculation will in the future only show users connections that actually exist at the time of their query. If a scheduled journey is cancelled, the app automatically searches for alternative routes – even if the passenger is already under way.

Basel. New office in Switzerland

IVU continues to expand. Prestigious customers of IVU like Swiss Federal Railways (SBB), PostBus Switzerland and Zurich Public Transport (VBZ) now have a locally-based personal contact. In addition, IVU is boosting its sales activities in the tri-border region of Switzerland, Germany and France with its office in Basel. Existing partnerships with Zurich-based consultancy firm STI and provider of ticketing solutions Scheidt & Bachmann will also be expanded. IVU Italia, the first major branch office of IVU, celebrated its 15th anniversary in June. Today, IVU counts 14 offices in 12 countries.

Berlin. First dividend distribution approved

At the Annual General Meeting on 3 June 2015 in Berlin, for the first time since IVU's IPO in 2000 a large majority of the shareholders approved a dividend of € 0.05 per share. They thus followed a motion by the Management and Supervisory Boards after another very positive business performance in 2014. The dividend approval underscores the shareholders' confidence in the corporate strategy. The IVU Management Board expects the company's sustainable and substantial growth of recent years to continue into the future.

Personnel

| | 2015 | 2014 | Change |
|--|------|------|--------|
| Number of employees as of 30 June | 435 | 404 | +8 % |
| Personnel capacity * 1 January – 30 June (average) | 345 | 335 | +3 % |

* Equivalent number of full-time employees (FTE)

In the first half of 2015 we strengthened our team as planned. The personnel capacity has increased by 3 % in comparison with the same period in the previous year to 345.

Outlook

The good order-book situation promises a continued positive business development. We therefore anticipate for 2015 revenue of € 50 million and a gross profit of € 39 million.

Risks

The risks are described on pages 20 and 21 of the Annual Report 2014. No new risks have arisen. Neither have there been any changes in risk management.

Transactions with related individuals

In the period covered by this report, there were no transactions with related individuals.

Declaration in line with WpHG Section 37w, Para. 5 Sentence 6

This six-months report was not subjected to an auditor's inspection.

Consolidated income statement in line with IFRS for the period 1 January to 30 June 2015

| | Q2 2015 k€ | Q2 2014 k€ | 1st half 2015 k€ | 1st half 2014 k€ |
|---|---------------|---------------|---------------------|---------------------|
| Sales revenues | 12,097 | 8,673 | 21,458 | 16,739 |
| Other operating revenues | 193 | 211 | 372 | 471 |
| Material costs | -3,951 | -1,633 | -6,156 | -3,307 |
| Gross profit | 8,339 | 7,251 | 15,674 | 13,903 |
| Personnel expenses | -6,404 | -6,099 | -12,720 | -11,986 |
| Depreciation of non-current assets | -302 | -210 | -581 | -421 |
| Other operating expenses | -1,761 | -1,535 | -3,287 | -2,909 |
| Earnings before interest and taxes (EBIT) | -128 | -593 | -914 | -1,413 |
| Financial revenues | 1 | 1 | 1 | 1 |
| Financial expenses | -66 | -36 | -134 | -81 |
| Earnings before taxes (EBT) | -193 | -628 | -1,047 | -1,493 |
| Income tax | -138 | -5 | -139 | -5 |
| Consolidated profit/loss | -331 | -633 | -1,186 | -1,498 |
| | | | € | € |
| Earnings per share (undiluted and diluted) | | | -0.07 | -0.08 |
| Average number of shares in circulation (in thousands) | | | 17,719 | 17,719 |

Consolidated statement of comprehensive income for the period 1 January to 30 June 2015

| | 1st half 2015 k€ | 1st half 2014 k€ |
|--|---------------------|---------------------|
| Consolidated profit/loss | -1,186 | -1,498 |
| Currency translations | -3 | 0 |
| Other earnings after taxes | -3 | 0 |
| Total consolidated earnings after taxes | -1,189 | -1,498 |

Consolidated balance sheet in line with IFRS as at 30 June 2015

| ASSETS | 30/06/2015 | 31/12/2014 |
|--|-------------------|-------------------|
| | k€ | k€ |
| A. Current assets | | |
| 1. Liquid funds | 8,068 | 14,667 |
| 2. Current trade receivables | 10,805 | 15,098 |
| 3. Current receivables from construction contracts | 14,089 | 9,587 |
| 4. Inventories | 3,363 | 3,296 |
| 5. Other current assets | 4,398 | 4,652 |
| Total current assets | 40,723 | 47,300 |
| B. Non-current assets | | |
| 1. Fixed assets | 1,570 | 1,489 |
| 2. Intangible assets | 12,332 | 12,289 |
| 3. Non-current trade receivables | 15 | 10 |
| 4. Deferred tax assets | 3,009 | 3,009 |
| Total non-current assets | 16,926 | 16,797 |
| Total assets | 57,649 | 64,097 |
| LIABILITIES AND EQUITY | 30/06/2015 | 31/12/2014 |
| | k€ | k€ |
| A. Current liabilities | | |
| 1. Current trade payables | 1,968 | 5,111 |
| 2. Liabilities from construction contracts | 8,601 | 9,417 |
| 3. Provisions | 797 | 832 |
| 4. Tax accruals | 174 | 373 |
| 5. Other current liabilities | 6,889 | 6,828 |
| Total current liabilities | 18,429 | 22,561 |
| B. Non-current liabilities | | |
| 1. Pension provisions | 5,036 | 5,016 |
| 2. Others | 73 | 335 |
| Total non-current liabilities | 5,109 | 5,351 |
| C. Equity | | |
| 1. Subscribed capital | 17,719 | 17,719 |
| 2. Capital reserves | 3,696 | 3,696 |
| 3. Retained earnings | -1,272 | -1,272 |
| 4. Consolidated balance sheet profit | 13,923 | 15,995 |
| 5. Currency translations | 44 | 47 |
| Total equity | 34,111 | 36,185 |
| Total liabilities and equity | 57,649 | 64,097 |

Consolidated statement of cash flows in line with IFRS for the period 1 January to 30 June 2015

| | 1st half 2015 | 1st half 2014 |
|--|---------------|---------------|
| | k€ | k€ |
| 1. Operating activities | | |
| Consolidated earnings before income and taxes of the period | -1,047 | -1,493 |
| Depreciation of fixed assets | 581 | 421 |
| Changes to provisions | -15 | 37 |
| Earnings from interest | 134 | 80 |
| Other non-cash income and expenses | -3 | 0 |
| | -350 | -955 |
| Change of items of current assets and current borrowed funds | | |
| Inventories | -67 | -600 |
| Receivables and other assets | 40 | 6,441 |
| Liabilities (without provisions) | -4,356 | -1,437 |
| | -4,733 | 3,449 |
| Income tax payments | -134 | -81 |
| Interest payments | -139 | 0 |
| Cash flow from operating activities | -5,006 | 3,368 |
| 2. Investing activities | | |
| Payments for investments in property, plant and equipment | -708 | -284 |
| Cash inflow from disposal of fixed assets | 0 | 1 |
| Interest received | 1 | 0 |
| Cash flow from investing activities | -707 | -283 |
| 3. Financing activities | | |
| Dividend paid out | -886 | 0 |
| Cash flow from financing activities | -886 | 0 |
| 4. Liquid funds | | |
| Effective change in liquid funds | -6,599 | 3,085 |
| Liquid funds at the beginning of the period | 14,667 | 10,668 |
| Liquid funds at the end of the period | 8,068 | 13,753 |

(+ = cash inflow / - = cash outflow)

Consolidated statement of changes in equity in line with IFRS for the period 1 January to 30 June 2015

| | Subscribed capital | Capital reserves | Retained earnings | Currency translations | Balance sheet profit | Total |
|---|-----------------------|---------------------|----------------------|--------------------------|-------------------------|---------------|
| | k€ | k€ | k€ | k€ | k€ | k€ |
| As of 1 January 2014 | 17,719 | 3,696 | -450 | 46 | 11,630 | 32,641 |
| Consolidated profit 2014 | 0 | 0 | 0 | 0 | 4,365 | 4,365 |
| Other income after taxes | 0 | 0 | -822 | 1 | 0 | -821 |
| Total consolidated profit/loss after taxes | 0 | 0 | -822 | 1 | 4,365 | 3,544 |
| As of 31 December 2014 | 17,719 | 3,696 | -1,272 | 47 | 15,995 | 36,185 |
| As of 1 January 2015 | 17,719 | 3,696 | -1,272 | 47 | 15,995 | 36,185 |
| Consolidated loss 1 January - 30 June 2015 | 0 | 0 | 0 | 0 | -1,186 | -1,186 |
| Other income after taxes | 0 | 0 | 0 | -3 | 0 | -3 |
| Total consolidated loss after taxes | 0 | 0 | 0 | -3 | -1,186 | -1,189 |
| Dividend paid out | 0 | 0 | 0 | 0 | -886 | -886 |
| As of 30 June 2015 | 17,719 | 3,696 | -1,272 | 44 | 13,923 | 34,111 |

Explanatory Notes

(1) Interim financial statements in accordance with IAS 34

The condensed consolidated interim financial statements meet the requirements in IAS 34. The consolidated interim financial statements do not include all of the information and explanatory notes required for complete financial statements for year-end reporting purposes. They should be read in conjunction with the consolidated financial statements of the annual report 2014.

(2) Accounting and valuation principles

The accounting and valuation principles as applied in the consolidated interim financial statements correspond to those pertaining to the consolidated financial statements for the financial year 2014.

(3) Seasonality of business operations

The operative business dealings of the IVU Group, in particular in the Public Transport segment, are affected by seasonal effects. These relate both to the presentation of maintenance invoices in the first quarter and to the increased invoicing of project costs in the fourth quarter of the financial year.

Group segment reporting

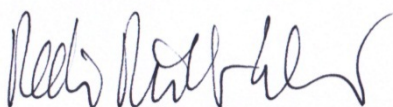
| Operating segments | Public Transport | | Logistics | | Central services | | Consolidated | |
|---------------------------------|------------------|---------------|--------------|--------------|------------------|---------------|---------------|---------------|
| | 1st half | 1st half | 1st half | 1st half | 1st half | 1st half | 1st half | 1st half |
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| | k€ | k€ | k€ | k€ | k€ | k€ | k€ | k€ |
| Total sales revenues | 19,233 | 12,350 | 2,146 | 4,337 | 83 | 52 | 21,462 | 16,739 |
| Inter-segment sales | 0 | 0 | 4 | 0 | 0 | 0 | 4 | 0 |
| Sales to external customers | 19,233 | 12,350 | 2,142 | 4,337 | 83 | 52 | 21,458 | 16,739 |
| Segment gross profit | 19,233 | 12,350 | 2,146 | 4,337 | 83 | 52 | 21,462 | 16,739 |
| Expenses | -10,507 | -8,443 | -1,659 | -2,657 | -4,422 | -4,216 | -16,588 | -15,316 |
| EBIT | 8,726 | 3,907 | 487 | 1,680 | -4,339 | -4,164 | 4,874 | 1,423 |
| Financial expenses, net | 0 | 0 | 0 | 0 | -133 | -80 | -133 | -80 |
| EBT | 8,726 | 3,907 | 487 | 1,680 | -4,472 | -4,244 | 4,741 | 1,343 |
| Income tax | 0 | 0 | 0 | 0 | -139 | -5 | -139 | -5 |
| Consolidated profit/loss | 8,726 | 3,907 | 487 | 1,680 | -4,611 | -4,249 | 4,602 | 1,338 |
| Segment assets | 46,755 | 44,403 | 5,283 | 7,529 | 2,602 | 2,594 | 54,640 | 54,526 |
| Investment expenditure | 283 | 162 | 135 | 15 | 290 | 107 | 708 | 284 |
| Impairments | 134 | 240 | 29 | 30 | 418 | 151 | 581 | 421 |

Responsibility statement

To the best of our knowledge, and in accordance with the applicable reporting principles, the consolidated interim financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group. The Group interim management report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group.

Berlin, in August 2015

The Executive Board



Martin Müller-Elschner



Dr Helmut Bergstein

Financial calendar 2015

| | |
|------------------|--|
| 25 March 2015 | Annual Report 2014 |
| 29 May 2015 | Three-months report as at 31 March |
| 3 June 2015 | Annual General Meeting |
| 26 August 2015 | Six-months report as at 30 June |
| 18 November 2015 | Nine-months report as at 30 September |
| 24 November 2015 | German Equity Forum, analyst conference, Frankfurt |

Contact

IVU Traffic Technologies AG
Bundesallee 88
12161 Berlin, Germany
Tel.: +49.30.85906-0
Fax: +49.30.85906-111
E-Mail: ir@ivu.de
Internet: www.ivu.com