



Edison Power Europe Ltd
Universitätstrasse 51
8006 Zurich

**Condensed Consolidated Interim
Financial Statements (unaudited)**

June 30, 2015

Condensed Interim Balance Sheet (unaudited)

	Notes	30.06.2015	31.12.2014
		TCHF	TCHF
Assets			
Cash and cash equivalents		2'283	2'181
Trade receivables		1'799	573
Other receivables and current assets		400	1'011
Financial assets		12	30
Total current assets		4'494	3'795
Land, plant and equipment	6.1	50'418	52'112
Intangible assets		21	27
Financial assets and other long term assets		880	1'018
Total non-current assets		51'319	53'157
Total assets		55'813	56'952
Liabilities and equity			
Borrowings		3'476	2'390
Trade payables		750	192
Other payables		210	81
Accrued cost		548	1'075
Income tax liabilities		153	0
Total current liabilities		5'137	3'738
Borrowings		43'328	40'708
Provisions		578	358
Total non-current liabilities		43'906	41'066
Total liabilities		49'043	44'804
Share capital		17'950	17'950
Share premium		-2'185	-2'185
Accumulated deficits		-8'995	-3'617
Total equity		6'770	12'148
Total liabilities and equity		55'813	56'952

The notes are an integral part of these condensed consolidated interim financial statements.

Condensed Interim Income Statement (unaudited)

	Notes	01.01.2015 - 30.06.2015	01.01.2014 - 30.06.2014
		TCHF	TCHF
Revenue from:			
sale of electricity		3'724	3'902
services and other income		56	186
Total revenues	5, 7, 11	3'780	4'088
Personnel expenses		-342	-520
Rental and maintenance expenses		-438	-464
Administration expenses		-232	-265
Advertising expenses		-5	-49
Other operating costs		-254	-281
Earnings before interest, tax, depreciation and amortization (EBITDA)	7	2'509	2'509
Depreciation and amortization	6.1	-1'293	-1'462
Earnings before interest and taxes (EBIT)		1'216	1'047
Financial income		1	3
Financial expense		-1'040	-1'068
Net profit before income tax		177	-18
Income tax		-9	-8
Net profit	7	168	-26
Attributable to shareholders of Edisun Power Europe Ltd.		168	-26
Attributable to non-controlling interests		0	0
Earnings per share (EPS) - expressed in CHF per share:			
Basic earnings per share		0.49	-0.08
Diluted earnings per share		0.49	-0.08

The notes are an integral part of these condensed consolidated interim financial statements.

Condensed Interim Cash-flow Statement (unaudited)

	Notes	01.01.2015 - 30.06.2015	01.01.2014 - 30.06.2014
		TCHF	TCHF
Net profit		168	-26
Reversal of non-cash items:			
Depreciation and amortization	6.1	1'293	1'462
Change in accruals and provisions		-10	93
Financial income		-1	-3
Financial expense		1'040	1'068
Income tax expense		9	8
Profit on disposal of tangible assets		0	-15
Change in receivables and other current assets		-528	-786
Change in payables		313	329
Interest paid		-1'401	-1'470
Taxes paid		0	-3
Other non-cash items		24	134
Cash-flow from operating activities		907	791
Investments in plant and equipment		-27	-370
Disposal of tangible assets		0	355
Business acquisition, incl. capitalized cost	3	-918	0
Repayment from financial assets		8	9
Interest received		1	4
Cash-flow from investing activities		-936	-2
Issuance of bonds, net of transaction costs		3'461	5'189
Increase of other borrowings		4'160	0
Repayment of borrowings		-7'172	-12'568
Cash-flow from financing activities		449	-7'379
Net change in cash and cash equivalents		420	-6'590
Cash and cash equivalents at the beginning of the year		2'181	7'502
Exchange effects on cash and cash equivalents		-318	-19
Cash and cash equivalents at the end of the year		2'283	893

The notes are an integral part of these condensed consolidated interim financial statements.

Consolidated Statement of Changes in Equity

	Attributable to shareholders of the company			Total Equity
	Share capital	Share premium	Accumulated deficits	
TCHF				
December 31, 2013	17'950	-2'185	-3'239	12'526
Net result			-29	-29
Currency translation differences			-350	-350
June 30, 2014	17'950	-2'185	-3'618	12'147
December 31, 2014	17'950	-2'185	-3'617	12'148
Net result			168	168
Currency translation differences			-5'546	-5'546
June 30, 2015	17'950	-2'185	-8'995	6'770

The notes are an integral part of these condensed consolidated interim financial statements.

Notes to the Condensed Consolidated Interim Financial Statements of Edisun Power Europe Ltd. (unaudited)

(all amounts in TCHF unless otherwise noted)

1. General information

Edisun Power Europe Ltd. ('the company') and its subsidiaries (together 'the Group') finance and operate photovoltaic systems (PV) in Europe and sell solar energy to the local electricity companies. The Group is present in Switzerland, Germany, Spain and France.

Edisun Power Europe Ltd. is a limited company domiciled and incorporated in Switzerland. The address of the registered office is: Universitätstrasse 51, 8006 Zürich, Switzerland.

The Company is listed on the "Swiss Reporting Standard" segment of the SIX Swiss Exchange.

2. Basis of preparation and significant accounting policies

The condensed consolidated financial statements cover the unaudited interim results for the six months ending 30 June 2015. They have been prepared in accordance with Swiss GAAP FER (Accounting and Reporting Recommendations). The consolidated interim financial statements for 2015 have been prepared in accordance with FER 31 "Supplementary Recommendation for Listed Companies". Furthermore, the accounting complies with the provisions of the listing rules of the SIX Swiss Exchange and with Swiss company law.

The interim financial statements do not contain all the information and disclosures required in the annual consolidated financial statements. They should therefore be read in conjunction with the annual financial statements for the year ended 31 December 2014. The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2014.

The condensed consolidated interim financial statements were approved for issue by the Board of Directors on 26 August 2015.

3. Changes to Group structure

As per 31 March 2015 the Group acquired a 100% of the shares of the company Digrun Grun S.L., domiciled in Madrid, Spain., which owns and operates a 1.755 MW PV system in Mallorca. The transaction can be summarized as follows:

Acquisition price:	TCHF	931
Capitalized transaction cost:	TCHF	21
Cash acquired:	TCHF	34
Net cash outflow from acquisition:	TCHF	918
Net assets acquired:	TCHF	931

Consequently, no goodwill was acquired through this acquisition.

4. Currency translation rates

The CHF/EUR exchange rates relevant for the consolidated interim financial statements were:

	Closing rate 30.06.2015	Average HY 2015	Closing rate 31.12.2014	Average HY 2014
1 EUR	1.0399	1.0739	1.2027	1.2210

Notes to the Condensed Consolidated Interim Financial Statements of Edison Power Europe Ltd. (unaudited)

(all amounts in TCHF unless otherwise noted)

5. Segment information

HY 2015	Switzerland	Germany	Spain	France	EPE	Group
Total segment revenue	559	544	1'491	1'186	170	3'950
Inter-segment revenue	0	0	0	0	-170	-170
Revenue from external customers	559	544	1'491	1'186	0	3'780
EBITDA	472	467	1'012	916	-358	2'509
<i>EBITDA in % of revenue</i>	<i>84.5%</i>	<i>85.8%</i>	<i>67.9%</i>	<i>77.2%</i>		<i>66.4%</i>

HY 2014	Switzerland	Germany	Spain	France	EPE	Group
Total segment revenue	733	636	1'271	1'445	356	4'441
Inter-segment revenue	0	0	0	0	-353	-353
Revenue from external customers	733	636	1'271	1'445	3	4'088
EBITDA	523	504	794	1'134	-446	2'509
<i>EBITDA in % of revenue</i>	<i>71.3%</i>	<i>79.2%</i>	<i>62.5%</i>	<i>78.5%</i>		<i>61.4%</i>

6. Balance sheet

Three major effects affected the balance sheet in the first semester of the year. The company acquired the Spanish Digrun Grun S.L. (see also note 3) which added total assets in the amount of TCHF 6'158 to the Group's consolidated balance sheet. The bulk of this increase is attributable to the value of the PV system (see also note 6.1). Further, the weakening of the EUR had a major negative impact on the Group's assets, of which about 85% are denominated in EUR. At the same time, the EUR exposure on the liabilities side is significantly lower, which altogether resulted in a negative currency translation effect on equity in the amount of TCHF 5'546. Finally, the company issued a new bond and received a new long-term bank loan facility while at the same time repaying both an expiring bond and essentially the entire debt of the acquired Digrun Grun S.L. In total, borrowings increased by TCHF 3'706 in the period under review (see also note 6.2).

6.1 Land, PV-Plants and equipment

HY 2015	Land	PV Plants	Assets under construction	FF&E	Total
Gross values					
Opening gross book amount as at January 1, 2015	1'149	63'914	450	262	65'775
Exchange differences	-156	-7'748	-60	-19	-7'983
Additions	0	51	0	0	51
Disposals	0	-11	0	0	-11
Change in consolidation scope	0	5'719	0	0	5'719
Reclassifications	0	6	0	0	6
Closing gross book amount - June 30, 2015	993	61'931	390	243	63'557
Accumulated depreciation					
Opening amount as at January 1, 2015	686	12'375	373	229	13'663
Exchange differences	-93	-1'636	-51	-14	-1'794
Disposals	0	-2	0	0	-2
Depreciation charge	0	1'258	0	8	1'266
Reclassifications	0	6	0	0	6
Closing amount - June 30, 2015	593	12'001	322	223	13'139
Net book value January 1, 2015	463	51'539	77	33	52'112
Net book value June 30, 2015	400	49'930	68	20	50'418

Notes to the Condensed Consolidated Interim Financial Statements of Edisun Power Europe Ltd. (unaudited)

(all amounts in TCHF unless otherwise noted)

HY 2014	Land	PV Plants	Assets under construction	FF&E	Total
Gross values					
Opening gross book amount as at January 1, 2014	1'171	65'595	461	135	67'362
Exchange differences	-10	-481	-5	0	-496
Additions	0	335	0	35	370
Disposals	0	-355	0	0	-355
Change in consolidation scope	0	0	0	0	0
Reclassifications	0	-599	0	94	-505
Closing gross book amount - June 30, 2014	1'161	64'495	456	264	66'376
Accumulated depreciation					
Opening amount as at January 1, 2014	699	10'771	380	117	11'967
Exchange differences	-6	-80	-2	0	-88
Disposals	0	-11	0	0	-11
Change in consolidation scope	0	0	0	0	0
Depreciation charge	0	1'348	0	69	1'417
Impairment	0	0	0	0	0
Reclassifications	0	-599	0	0	-599
Closing amount - June 30, 2014	693	11'429	378	186	12'686
Net book value January 1, 2014	472	54'824	81	18	55'395
Net book value June 30, 2014	468	53'066	78	78	53'690

Additions of PV plants in HY 2015 include capitalized dismantling provisions for the acquired PV system of Digrun Grun S.L. in the amount of TCHF 24.

Total depreciation and amortization in the interim income statement 2015 includes a depreciation charge of TCHF 27 for intangible assets (2014: TCHF 45).

As per June 30, 2015 there were no impairment indicators and therefore no impairment test has been performed.

6.2 Borrowings

Current	30.06.2015	31.12.2014	30.06.2014
Loans from third-party	581	660	1'254
Straight bonds from third-party	2'895	1'730	1'730
Total current borrowings	3'476	2'390	2'984
Non-current	30.06.2015	31.12.2014	30.06.2014
Loans from third-party	10'323	8'303	8'717
Straight bonds from third-party	33'005	32'405	32'370
Total non-current borrowings	43'328	40'708	41'087

As per 30 June 2015, the company issued a new bond with a targeted (but extendable) nominal value of TCHF 5'000, an interest rate of 2.25% and a duration of 8 years. At closure of the subscription period, the subscribed capital equalled TCHF 3'980 of which TCHF 3'570 had already been paid-in as per 30 June 2015. Also, the company repaid the 4% bond „2007-2015“ in the amount of TCHF 1'730 as per 30 June 2015.

On the other hand, a new long-term credit facility in the amount of TEUR 5'000 was granted by Banque CIC (Suisse) during the period under review. As per 30 June 2015, the outstanding loan amounted to

Notes to the Condensed Consolidated Interim Financial Statements of Edisun Power Europe Ltd. (unaudited)

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TEUR 3'200 with an interest rate of 2.50%. The company used these proceeds to repay virtually the entire debt that was taken over with the acquisition of Digrun Grun S.L.

Finally, the company decided to prematurely terminate and repay the 3.5% bond "2012-2018, Serie A" in the amount of TCHF 2'895 on 30 September 2015. The respective borrowing has been reclassified from non-current to current borrowings.

All borrowings are carried at nominal value net of issuance cost associated with the borrowing.

7. Income statement

The decline in sales by 8% compared to the first semester of 2014 was due to both the negative currency impact (-12%) and an organic revenue decline of 2% caused by the weather (i.e. slightly lower sun radiation vs. HY 2014). With a sales growth contribution of 6%, on the other hand, the acquisition of Digrun Grun S.L. at least partially offset these negative effects.

On the earnings side, the cost savings program initiated in 2014 unleashed its full potential in the period under review and the newly acquired Digrun Grun S.L. already provided a noticeable contribution to the result. At EBITDA level, the two effects combined allowed a full compensation of the revenue decline.

Thanks to currency-driven lower depreciations and slightly lower financial expenses, the net result turned positive from TCHF -26 in HY 2014 to TCHF 168 in the first semester of the current year. The net result includes an exchange rate loss of TCHF 69.

8. Dividends per share

No dividends were paid out as of 30 June 2015 and 2014, respectively.

9. Commitments

As of 30 June 2015 and 2014, respectively, the company had no outstanding commitments.

10. Related-party transactions

There were no related party transactions in the period under review. In HY 2014, a short-term loan in the amount of TCHF 600 was granted by a member of the Board of Directors. The loan had an interest rate of 4% and was repaid in the second half of 2014.

11. Seasonality

The solar electricity business is a seasonal business depending on the sun radiation. Typically, the first semester of the year has a slightly higher production (approx. 50-55%) than the second half of the year (approx. 45-50%). Due to the fixed-cost nature of the company's business, the pattern of this seasonality is also visible on the earnings side.

12. Events after the balance-sheet date

There are no subsequent events which would have a material impact on the consolidated interim financial statements 2015.