

Montana Bausysteme AG
Villmergen

***Annual Financial Statements for the
financial year ended as at 31st March 2015
and report by Statutory Auditors***

Report by statutory auditors

To the general meeting of
Montana Bausysteme AG, Villmergen

Report on Annual Financial Statements

As statutory auditors we have audited the attached the annual financial statements of Montana Bausysteme AG, consisting of Balance sheet, Profit and Loss statement and appendix for the financial year ended on 31st March 2015.

Responsibility of Board of Directors

The board of directors is responsible for the preparation of annual financial statements in accordance with the legal provisions and the bylaws. This responsibility incorporates the formation, implementation and maintenance of an internal control system with the intention of preparing annual financial statements, which are free from significant wrong details as a result of irregularities or errors. In addition to it the board of directors is responsible for the selection and the application of appropriate financial accounting methods as well as making proper estimates.

Responsibility of statutory auditors

Our responsibility is to submit an opinion based on our auditing the annual financial statements. We have carried out our auditing in accordance with the law of Switzerland and the Swiss auditing standards. As per these standards we have to plan and carry out the auditing in such a way that we gain adequate security, on account of annual financial statements which are free from significant wrong details.

An auditing includes the execution of checking activities for obtaining proofs of checking for the valuations and other details included in annual financial statements. The selection of checking activities is at the auditor's best judgment. It implies an assessment of risks in case of significantly wrong details in the annual financial statements as a result of irregularities or errors. While doing assessment of these risks the auditor takes into consideration the internal control system, as far as it is important for the preparation of annual financial statements, in order to determine the checking activities in accordance with the circumstances, but not to submit an opinion based on checking the effectiveness of internal control system. Additionally the auditing includes the assessment of appropriateness of applied financial accounting methods, the plausibility of estimates made as well as an appraisal of overall view of annual financial statements. We are of the opinion that the proofs of auditing obtained by us form an adequate and reasonable basis for our opinion on checking.

Opinion on Auditing

As per our assessment the annual financial statements for the financial year ended on 31st March 2015 are in accordance with the laws and the bylaws of Switzerland.

Report based on further statutory regulations

We confirm that we have complied with the statutory requirements for the approval as per audit supervision law (RAG) and the independency (art. 728 OR) and no records are present which are not agreeable with our independency.

In accordance with article 728a section 1 point 3 OR and Swiss auditing standard 890 we confirm that an internal control system formed as per the specifications of board of directors for the preparation of annual financial statements exists.

Further we confirm that the application for using the balance sheet profits is in accordance with the Swiss laws and bylaws, and recommend approving the present annual financial statements.

Deloitte AG

Tobias Pfeiffer
Authorized audit expert
Chief auditor

Dominik Rieber
Authorized audit expert

Basel, 22nd June 2015
TPF/DRI/sdo

Enclosures

- Annual financial statements (Balance sheet, Profit and Loss statement and Appendix)
- Application for using the balance sheet profit

Montana Bausysteme AG, 5612 Villmergen

Balance sheet as per commercial law along with previous year figures

| ASSETS | Explanatory notes | 31.03.2015 | | 31.03.2014 | |
|--|-------------------|--------------|----------------------|--------------|---------------|
| | | CHF | CHF | Fr. | Fr. |
| Liquid Assets | 2.1 | | 6,089,619.24 | | 1,520,987.49 |
| Accounts receivables from deliveries and services | | | | | |
| against third parties | | 6,012,637.78 | | 5,272,134.52 | |
| against group member companies | 2.4 | 75,932.63 | | 13,672.62 | |
| provision for doubtful debts | | (526,915.99) | 5,561,654.42 | (512,090.27) | 4,773,716.87 |
| Other short term accounts receivables | | | | | |
| against third parties | | 722,654.22 | | 879,522.84 | |
| against group member companies | 2.4 | 4,432,166.85 | 5,154,821.07 | 8,151,819.68 | 9,031,342.52 |
| Inventories and non-invoiced services | 2.2 | | 4,041,782.34 | | 4,650,506.41 |
| Accrued income | | | 40,873.00 | | 14,324.00 |
| Total Current Assets | | | 20,888,750.07 | | 19,990,877.29 |
| Fixed Assets | | | | | |
| Immovable properties | | 5,111,802.55 | | 5,516,209.88 | |
| Machines and operational equipments | | 1,866,853.81 | | 2,420,293.68 | |
| Asset under construction | | 120.669.80 | 7,099,326.16 | -- | 7,936,503.56 |
| Total Assets | 2.3 | | 7,099,326.16 | | 7,936,503.56 |
| TOTAL ASSETS | | | 27,988,076.23 | | 27,927,380.85 |

Montana Bausysteme AG, 5612 Villmergen

Balance sheet as per commercial law along with previous year figures

| LIABILITIES | Explanatory notes | 31.03.2015 | | 31.03.2014 | |
|--|-------------------|---------------------|----------------------|--------------|---------------|
| | | CHF | CHF | CHF | CHF |
| Payables from deliveries and services | | | | | |
| against third parties | | 1,689,445.11 | | 1,677,848.51 | |
| against group member companies | | 1,214,893.27 | 2,904,338.38 | 1,249,051.84 | 2,926,900.35 |
| Other short term accounts payables | | | | | |
| against third parties | | 864,446.31 | | 1,261,044.58 | |
| against VAT CH u.D. | | 507,852.15 | 1,372,298.46 | 428,375.85 | 1,689,420.43 |
| Deferred Income | | | 3,461,179.03 | | 3,719,628.06 |
| Total short term external capital | | | 7,737,815.87 | | 8,335,948.84 |
| Provisions | 2.5 | | 3,595,000.00 | | 3,427,000.00 |
| Total long term external capital | | | 3,595,000.00 | | 3,427,000.00 |
| Total External capital | | | 11,332,815.87 | | 11,762,948.84 |
| Share Capital | | | 8,000,000.00 | | 8,000,000.00 |
| Statutory Profit Reserves | | | 4,000,000.00 | | 4,000,000.00 |
| Unsolicited profit reserves | | | | | |
| Carried forward from previous year | | 4,432.01 | | 1,015.92 | |
| Profit for the year | | 4,650,828.35 | 4,655,260.36 | 4,163,416.09 | 4,164,432.01 |
| Total Shareholder's capital | | | 16,655,260.36 | | 16,164,432.01 |
| TOTAL LIABILITIES | | | 27,988,076.23 | | 27,927,380.85 |

Montana Bausysteme AG, 5612 Villmergen

Profit and Loss statement as per commercial law along with previous year figures

| | Explanatory notes | 01.04.2014 to 31.03.2015 CHF | 01.04.2013 to 31.03.2014 CHF |
|---|-------------------|------------------------------------|------------------------------------|
| Gross revenues from deliveries and services | | 67,147,754.10 | 70,183,318.06 |
| Reductions in revenue and price | | | |
| Cash discounts | | (519,792.13) | (715,178.36) |
| Losses on receivables | | 54,453.94 | 281,456.25 |
| Other reductions in revenue | | (969,131.33) | (790,409.66) |
| Change in inventory of finished products | | 51,000.00 | (489,000.00) |
| Net revenues from deliveries and services | | 65,764,284.58 | 68,470,186.29 |
| Material expenses | | (35,957,448.41) | (38,879,786.92) |
| Personnel expenditure | | (12,243,000.60) | (12,469,334.02) |
| Research and development expenses | | (36,361.58) | (122,986.59) |
| Other operational expenses | | | |
| Reimbursements of transaction fees | | (61,786.05) | (69,100.56) |
| Operational expenses | | (7,830,006.07) | (8,105,934.36) |
| Sales and advertising costs | | (152,336.80) | (465,126.47) |
| Administrative expenses | | (1,363,065.62) | (1,320,034.26) |
| Management fees | 2.6 | (1,329,676.45) | (801,808.33) |
| Incidental revenues | | 70,587.74 | 72,245.46 |
| Depreciations on assets | | (959,847.20) | (1,095,796.95) |
| Total operational expenses | | (59,862,941.04) | (63,257,663.00) |
| Operating result before interests and taxes | | 5,901,343.54 | 5,212,523.29 |
| Financial expenses, capital losses | | (302,900.45) | (132,075.18) |
| Financial proceeds, capital gains | | 141,262.62 | 54,718.07 |
| Total financial result | | (161, 637.83) | (77,357.11) |
| Annual profit before taxes | | 5,739,705.71 | 5,135,166.18 |
| Direct taxes | | (1,088,877.36) | (971,750.09) |
| Annual profit | | 4,650,828.35 | 4,163,416.09 |
| Balance sheet profit, at the beginning of the year | | 4,164,432.01 | 4,701,015.92 |
| Dividend payout | | (4,160,000.00) | (4,700,000.00) |
| Balance sheet profit, at the end of the year | | 4,655,260.36 | 4,164,432.01 |

Montana Bausysteme AG, 5612 Villmergen

Appendix

1 General Information

1.1 Legal form, Registered Office and Initial Capital

The Montana Bausysteme AG has been incorporated as Public Limited Company in the Switzerland and is domiciled in Villmergen AG.

The share capital of Montana Bausysteme AG is CHF 8,000,000.00 and is composed of 16,000 nominal shares at the value of CHF 500.00.

1.2 Details of full time jobs in the yearly average

The Montana Bausysteme AG does not account for more than 250 full time jobs (previous year: not more than 250 full time jobs) in the yearly average.

1.3 Adjusting the presentation of annual financial statements

The presentation of annual financial statements would be adjusted in view of the new financial accounting law. However still it is completed according to the old financial accounting law as on 31.03.2015. The previous year figures would be accordingly adjusted.

1.4 Basic principles of accounting and assessment

The primarily applied basic principles of accounting and assessment, which are not already specified by the Swiss Code of Obligations, are specified below.

Revenue recognition

The Montana Bausysteme AG spends the amounts accounted as gross from sales of products in the invoices, after deducting the VAT, as "gross revenues from deliveries and services". Possible differences between the agreed net prices and actually invoiced gross amounts (discounts, cash discounts or other price reductions) are included in the item reductions in revenue and price. Thereby net revenues from deliveries and services represent the proceeds of Montana Bausysteme AG in the financial year.

Then revenues are entered in the books, if the Montana Bausysteme AG has transferred the relevant risks and chances, which are associated with the ownership of products sold, to the customers and the ability to bring in the accounts receivables formed thereby is adequately assured (reducing the loss generating businesses). Generally it is at the time of delivery of goods to the respective customers.

For anticipated warranty claims arising from the service provision adequate provisions are made.

Associated Parties

The stock holder and further group member companies as well as member of board of directors of Montana Bausysteme AG belong to the associated parties. Transactions with associated parties are basically carried out by market driven conditions.

Fixed Assets

Fixed assets are depreciated in linear method according to their anticipated commercial service life. Exceptions form undeveloped landed properties and landed properties which are not depreciated. The service life is determined as below:

| | |
|--------------------------------|-----------------|
| Undeveloped landed property | No depreciation |
| Landed properties | No depreciation |
| Buildings | 25 to 50 years |
| Building facilities | 10 to 15 years |
| Machines and production plants | 5 – 15 years |
| Plants under construction | No depreciation |
| Computer and hardware | 3 to 8 years |
| Vehicle fleet | 4 to 8 years |

As far as evidences of over valuation are cognizable, the book values are checked and reviewed and re-valued as the case may be.

Accounts receivables from deliveries and services

Accounts receivables from deliveries and services are included with the original net invoice amount. A revaluation for specific risk involved accounts receivables (provision for doubtful debts) is carried out. Revaluations for all other accounts receivables are carried out at 5% domestic and 10% abroad. Non demandable accounts receivables are deleted from the accounts after receipt of certificate of unpaid debts.

2 Explanations on profit and loss statement

2.1 Liquid Assets

| | 31.03.2015 | 31.03.2014 |
|-------------------------|---------------------|-------------------|
| deducted thereof in CHF | 5,366,791.94 | 780,559.69 |
| deducted thereof in EUR | 722,827.30 | 740,337.21 |
| deducted thereof in GBP | --- | 90.59 |
| Total | 6,089,619.24 | 1,520,987.49 |

2.2 Inventories and Non-invoiced services

| | 31.03.2015 | 31.03.2014 |
|----------------------------|---------------------|-------------------|
| Raw materials and supplies | 6,206,468.34 | 6,765,527.41 |
| Finished products | 1,302,000.00 | 1,251,000.00 |
| Less revaluations | (3,466,686.00) | (3,366,021.00) |
| Total | 4,041,782.34 | 4,650,506.41 |

2.3 Fixed Assets

| | 31.03.2015 | 31.03.2014 |
|--------------------------------|---------------------|-------------------|
| Landed properties | 1,422,657.00 | 1,422,657.00 |
| Buildings | 3,689,145.55 | 4,093,552.88 |
| Machines and production plants | 1,866,853.81 | 2,420,293.68 |
| Plant under construction | 120,669.80 | -- |
| Total | 7,099,326.16 | 7,936,503.56 |

2.4 Combined accounts receivables and liabilities

| | 31.03.2015 | 31.03.2014 |
|--|---------------------|-------------------|
| Accounts receivables against group of companies | 75,932.63 | 13,672.62 |
| deducted thereof accounts receivables against stock holder | 168.04 | 11,342.38 |
| Liabilities against group of companies | 1,214,893.27 | 1,249,051.84 |
| deducted thereof liabilities against stock holder | -- | -- |
| Deposit | 4,000,000.00 | 7,974,880.00 |
| Cash pool | 431,526.85 | 176,939.68 |
| Accrued interests | 640.00 | -- |
| Total | 4,432,166.85 | 8,151,819.68 |

2.5 Provisions

| | 31.03.2015 | 31.03.2014 |
|---|---------------------|---------------------|
| Reserve for warranties | 3,025,000.00 | 2,896,000.00 |
| Provisions for personnel and social affairs | 570,000.00 | 531,000.00 |
| Total | 3,595,000.00 | 3,427,000.00 |

2.6 Management Fees (Verwaltungsaufwand)

| | 31.03.2015 | 31.03.2014 |
|---------------|--------------|------------|
| CHF | 1,329,676.45 | 801,808.33 |
| GBP | 954,062.17 | 538,922.12 |
| Exchange rate | 1.394 | 1.488 |

3 Remaining amount of liabilities from leasing businesses and other leasing commitments similar to sales agreement, as far as these do not expire within twelve months from balance sheet date or can be terminated.

| Leasing liabilities as on closing date | Amounts in CHF including interest and VAT | |
|--|---|-------------------|
| | 31.03.2015 | 31.03.2014 |
| PW and stacker | 402,275.55 | 438,371.35 |
| < 1 year | 13,329.65 | 8,097.97 |
| 1-5 years | 388,945.90 | 430,273.38 |
| > 5 years | -- | -- |
| Total | 402,275.55 | 438,371.35 |

4 Fire insurance values of assets

| | 31.03.2015 | 31.03.2014 |
|--|---------------|---------------|
| a Buildings | 40,316,000.00 | 40,275,000.00 |
| b Plants, machines, data processing, movable properties and vehicles | 53,000,000.00 | 51,500,000.00 |
| c Provisional insurance of new acquisitions and appreciations in value | 3,000,000.00 | 3,000,000.00 |

5 Mortgaged or transferred assets and assets under retention of title

| | | |
|--|-----------|-----------|
| a Mortgaged immovable properties (book value of fixed assets) | 5,111,803 | 5,516,210 |
| b Hypothecated enfeoffment | -- | -- |
| c Hypothecated liability (Mortgage notes in proprietary possession of Fr. 20,000,000.00) | -- | -- |

6 Net dissolution of secret reserves

| | | |
|--|------------|------------|
| Total amount of net dissolution of secret reserves | 700,749.39 | 662,630.26 |
|--|------------|------------|

7 Risk Assessment

The Company has an implemented risk management system at its disposal. Based on systematic risk identification carried out periodically, the significant risks for the Company are assessed for their probability of occurrence and its impact. With corresponding measures agreed upon by the board of directors, these risks are avoided, reduced or shifted. The risks sustained by the Company itself; are consistently monitored. The last risk assessment has been carried out by the board of directors in July 2014.

Further statutory explanatory notes in terms of article 663 b OR are not required.

Montana Bausysteme AG, Villmergen

Appropriation of the Profit

2014-15

2013-14

Application by board of directors on the appropriation of the balance sheet profit for the year 2014/15

| | CHF | CHF |
|---|----------------|----------------|
| Profit for the year | 4,650,828.35 | 4,163,416.09 |
| Carried forward from the previous year | 4,432.01 | 1,015.92 |
| Available balance sheet profit | 4,655,260.36 | 4,164,432.01 |
| Distribution of dividends from the balance sheet profit | (4,650,000.00) | (4,160,000.00) |
| Carried forward to new statement of account | 5,260.36 | 4,432.01 |

The board of directors makes a request to the general meeting to distribute the dividend in kind of CHF 4,650,000.00.

The dividend in kind is counter balanced primarily with the deposit and secondarily by own cash in banks.

In the previous year a distribution of CHF 4,160,000.00 was carried out as per the decision in the general meeting on 10th July 2014.

Marcel Kamm
Managing Director

Daniel Rey
Head of Finances & Controlling

These accounts are a translated version for information purpose only, the original language version prevails in the event of any discrepancies between the English translation and the original.