

The year 2005

Under the newly introduced IFRS accounting standards, total revenues and other operating income for the year 2005 amounted to CHF 697.2 million, an increase of 15% compared to the previous year. EBIT reached CHF 121.1 million, up 31.4% from 2004. Net profit at CHF 86.8 million includes one-off, non-cash adjustments due to the migration to IFRS.

The pro forma reconciliation to SWISS GAAP FER shows total revenues at CHF 703.1 million, EBIT at CHF 121.5 million and net income at CHF 105.2 million.

Cash generation capabilities in 2005 were exceptionally strong with cash flow from operating activities at CHF 189.3 million, a more than threefold increase compared to the previous year. At the end of the year, the Group had a cash balance of CHF 434.7 million.

Digital TV was the main driver of these record level results. Revenues increased by 18%, due to a strong recovery of the Asian business (+38%), a continued strong momentum in Europe (+23%) and a further growth from a high revenue base in the Americas (+7%).

Public Access also strongly improved its performance compared to 2004, achieving 8.5% growth and a 5.1% EBIT margin. With a 74% revenue growth in Americas and 44% revenue growth in Asia, Public Access also demonstrated its ability to extend its geographical footprint.

In early 2006, the closing of the sale of a controlling stake in Ticketcorner generated a material profit for the Kudelski Group, a reward for the substantial investments made in ticketing over the last few years. This profit will positively impact the Group's 2006 operating result. From 2006, Ticketcorner will no longer be consolidated.

The Group will reinvest a significant share of the proceeds from the Ticketcorner transaction to further grow new business areas such as, in particular, Quative IPTV solution suites, Disney/Nagra Push VOD, Nagra Mobile TV and an advanced, customizable next generation security architecture for securing the distribution and storage of electronic content.

	2005	2004	2003	2002	2001	2000
in kCHF						
Total revenues and other operating income	697 173	606 131	412 392	402 355	455 445	359 527
OIBDA ¹⁾	160 833	125 950	32 229	8 608	99 172	86 820
EBIT ²⁾	121 142	92 221	10 063	-32 022	82 973	75 405
Net income	86 772	93 500	33 167	10 031	72 086	66 618
Payroll ³⁾	1 618	1 439	1 400	1 220	1 173	425

¹⁾ OIBDA: operating income before interest, taxes, depreciation and amortization.

²⁾ EBIT: operating income.

³⁾ Payroll: number of employees as of 31 December of each year.

2000, 2001, 2002 and 2003 figures are presented according to SWISS GAAP FER accounting standards. 2004 and 2005 figures are presented according to IFRS accounting standards. 2004 comparative figures have been restated to comply with IFRS.

