

Annual media conference

2014 | 15 financial year

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High level of impairments

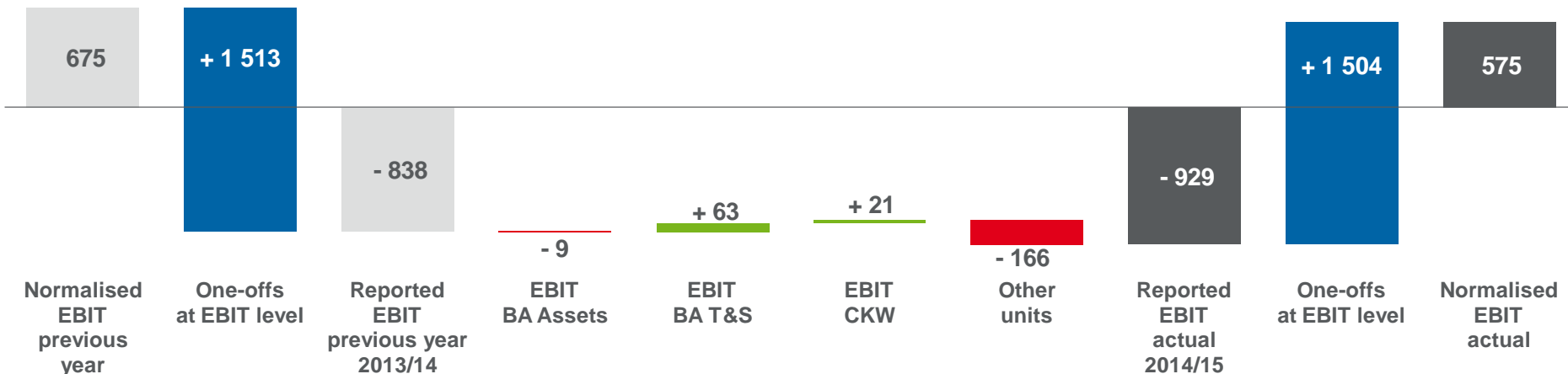


	Previous Year 2013/14	Actual 2014/15	Change
CHF millions			
Total income	6 705	5 860	- 845
Expenses for energy procurement, grid usage and goods purchased	- 4 775	- 4 076	+ 699
Expenses for materials and third-party supplies	- 185	- 204	- 19
Personnel expenses	- 655	- 628	+ 26
Other operating expenses	- 422	- 357	+ 65
Earnings before interest, tax, depreciation and amortisation (EBITDA)	668	594	- 74
Depreciation, amortisation and impairments	-1 506	-1 523	- 17
Earnings before interest and tax (EBIT)	- 838	- 929	- 91
as % of total income	-12.5%	-15.9%	

- Impairment on power plants and energy procurement contracts of CHF 1.3 bn.

EBIT before one-offs below prior-year's figure

CHF millions

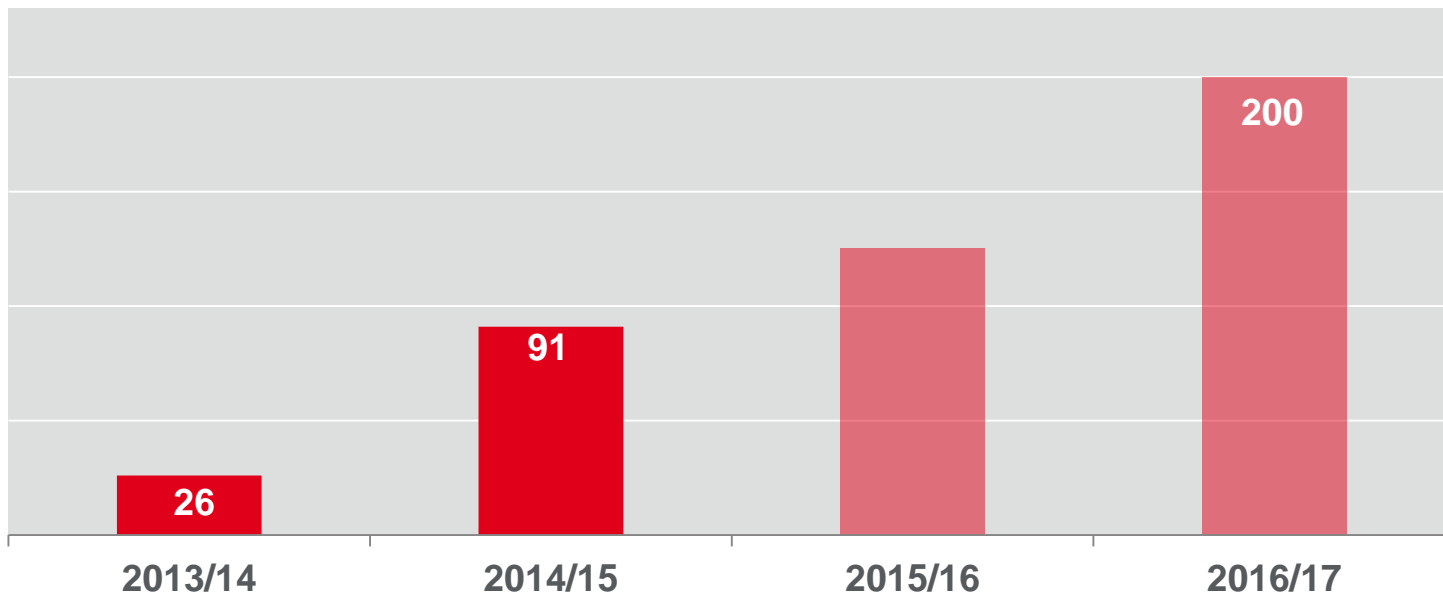


- Good operating result of CKW Group
- Result impacted by extended overhaul shutdown of the Beznau nuclear power plant
- Recurring impact of result by adjustment in the contracts with cantonal utilities

Continuous improvements of result



CHF millions



- Actions to improve results by CHF 200 million by FY 2016/17 on track

Reported net result significantly negative



CHF millions	Previous Year 2013/14	Actual 2014/15	Change
Earnings before interest and tax (EBIT)	- 838	- 929	- 91
Share of profit of partner plants and other associates	75	49	- 26
Financial result	- 26	- 156	- 130
Earnings before tax	- 789	-1 035	- 247
Income tax expense	60	46	- 14
Result for the period	- 730	- 990	- 260

- Significant lower return of Swiss nuclear funds
- Negative interest rates impact financial result
- The Board of Directors proposes to the Annual General Meeting that no dividend shall be paid

	CHF millions	Previous Year 2013/14	Actual 2014/15	Change
Hydroelectric power plants		398	324	- 74
Nuclear power plants		162	146	- 16
Grid		116	114	- 2
New energies		44	19	- 25
Others		60	96	+ 36
Total		779	699	- 80

- High investments for Linth-Limmern pumped-storage power plant and Beznau nuclear power plant
- Maintenance and expansion of grid infrastructure
- Unchanged contribution to Swiss nuclear funds

Lower free cash flow



	CHF millions	Previous Year 2013/14	Actual 2014/15	Change
EBIT		- 838	- 929	- 91
Adjustment of non-cash expenses and income		1 940	1 771	- 169
Change in net working capital, income taxes paid, others		- 337	- 382	- 45
Cash flow from operating activities		765	461	- 304
Net investments in non-current assets		- 779	- 699	+ 80
Free cash flow		- 14	- 238	- 224

- Lower free cash flow mainly due to decrease of cash flow from operating activities
- High liquidity including long-term time deposits of approximately CHF 3 bn preserved

Net financial assets



	CHF millions	Previous Year 30.9.2014	Actual 30.9.2015	Change
Current financial liabilities		- 348	- 662	- 314
Non-current financial liabilities		- 4 330	- 3 974	+ 356
Total eligible debt		- 4 678	- 4 636	+ 42
Cash and cash equivalents		2 010	1 857	- 153
Financial assets available for sale		1 359	1 503	+ 144
Non-current financial loans		781	886	+ 105
Current financial receivables		1 462	864	- 598
Total surplus liquidity		5 612	5 111	- 501
Net financial assets		935	476	- 459

Solid balance sheet structure



	Previous year		Actual		Change
	30.9.2014		30.9.2015		
CHF millions					
Non-current assets	12 644	63%	11 976	63%	- 668
Current assets	7 574	37%	6 931	37%	- 643
Assets	20 219	100%	18 908	100%	- 1 311
Total equity including non-controlling interests	7 517	37%	6 065	32%	-1 452
Non-current liabilities	8 787	43%	8 909	47%	+ 122
Current liabilities	3 914	19%	3 934	21%	+ 19
Equity and liabilities	20 219	100%	18 908	100%	- 1 311

- Stable financial liabilities
- Lower equity mainly as a result of impairments
- Solid balance sheet structure with equity ratio of 32%

Reduction of employees



	FTE	Previous year 30.9.2014	Actual 30.9.2015	Change
Business Area Assets		1 614	1 499	- 115
Business Area Trading & Sales		646	651	+ 5
CKW Group		1 605	1 576	- 29
Other units		612	559	- 53
Total		4 477	4 284	- 193

- Expansion of profitable retail and origination activities in Italy, Spain and Poland
- Reduction of employees in Business Area Assets due to disposal of fermentation plant engineering and optimisation of core business activities