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**Kardex Remstar International Group:  
New consolidated financial statements for 2005 now completed.**

**Revision and audit of the Kardex Remstar International Group's consolidated financial statements for 2005 has been completed. At EUR 23.5 million before adjustments to the value of goodwill, the corrections are within the range previously announced. Adjustments to the value of goodwill amount to EUR 19.0 million net. As a result, the Group made a loss of EUR 34.2 million in 2005. Shareholders' equity at the end of 2005 amounted to EUR 90.3 million and the equity ratio stood at 31.5%. The Kardex AG Annual General Meeting will take place on 31 August 2006. The new Annual Report will be published by the time invitations are sent out.**

In mid-May, following the discovery of errors in the financial statements, the Board of Directors decided to retract the Annual Report for 2005 and present new, revised figures for the year. Following audit, the new consolidated financial statements are now available. The time since mid-May has been required primarily to carry out a thorough documentation and revaluation of the numerous projects being handled by Industrial Automation and Conveyor Technology Division (AFT). At the same time, all the other items relating to the Division AFT in the accounts have been re-inspected and the conversion of the accounting standards from Swiss GAAP FER to IFRS examined. This has resulted in a post-tax correction totalling EUR 23.5 million before adjustments for the value of goodwill. The AFT Division's medium-term planning was revised and the value of goodwill checked on the basis of the new figures. As announced earlier, the value of AFT's goodwill has been completely adjusted. Together with a number of smaller, positive effects on goodwill for the Dynamic Storage and Retrieval Systems (KRM) and Static Storage Systems (Stow), the correction to goodwill amount to a total of EUR 19.0 million. Overall, the corrections to the shareholders' equity amount to EUR 42.5 million after tax, which mainly affect the Group result for 2005 but also have minor repercussions on the Group result for 2004 and the IFRS opening balance on 1 January 2004.

For 2005, amended net revenues amounted to EUR 425.3 million (2004: EUR 389.8 million), which represents an increase of 9.1%. Net revenues for the AFT Division amount to EUR 99.1 million after corrections, compared with EUR 92.8 million in 2004, representing an increase of 6.8%. The Group produced an operating loss of EUR -29.1 million (2004: EUR +8.2 million). The AFT Division reported an operating loss of EUR -48.4 million (2004: EUR -2.9 million). Together, this amounted to a Group loss of EUR -34.2 million, compared with a Group profit of EUR 1.6 million in 2004. KRI Group shareholders' equity at the end of 2005 amounted to EUR 90.3 million compared with EUR 125.6 million at the end of the previous year. Total assets stay at EUR 286.6 million (2004: EUR 300.2 million). The equity ratio is 31.5% and net debt EUR 32.9 million.

As a result of the net loss posted for 2005, the Board of Directors will ask the General Meeting, now scheduled to take place on 31 August 2006, to waive the earlier announced par value pay-back. The new Annual Report 2005 will be published together with the invitation to the General Meeting. Publication of the half-year report is now scheduled for mid-September 2006.

The **General Meeting** will take place on Thursday, 31 August 2006, at 4 pm. Venue: Swiss Television/tv production center, zürich ag, Zürich.

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**Key figures for fiscal year 2005**

Kardex Remstar International Group

<b>EUR m</b>	<b>2005</b>	<b>2004</b>
Net revenues	425.3	389.8
Operating result (EBIT)	-29.1	8.2
Operating cash flow (EBITDA)	-0.4	21.2
Result before tax	-31.8	3.0
Result after tax	-34.2	1.6
Shareholders' equity	90.3	125.6
Net debt	32.9	46.2
Total assets	286.6	300.2
Equity ratio in %	31.5	41.8
Gearing in %	36.4	36.8

Divisions

<b>EUR m</b>	<b>KRM</b>		<b>AFT</b>		<b>Stow</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
Bookings	204.0	177.4	103.6	95.4	127.9	107.8
Backlog	51.6	37.2	48.2	43.6	21.5	20.8
Segment net revenues	191.5	179.8	99.1	92.8	125.2	109.2
Operating result (EBIT)	12.8	9.0	-48.4	-2.9	6.4	2.4
Operating cash flow (EBITDA)	18.5	14.2	-28.5	2.1	9.2	4.8

**Kardex Remstar International Group**

Australia, Austria, Belgium, China, Cyprus, Czech Republic, Finland, France, Germany, Great Britain, Greece, Hungary, India, Ireland, Italy, Mexico, Netherlands, Norway, Poland, Portugal, Singapore, Slovakia, South Korea, Spain, Sweden, Switzerland, Taiwan, United Arab Emirates, USA.

**Parent company**

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