



CELLULAR



SHORT RANGE RADIO



POSITIONING

HALF YEAR REPORT **2015**

# Content

<b>2</b>	<b>Financial highlights</b>
<b>4</b>	<b>Half year report at June 30, 2015</b>
<b>8</b>	<b>Halbjahresbericht per 30. Juni 2015</b>
<b>12</b>	<b>Condensed consolidated interim financial statements u-blox Holding AG, Thalwil</b>
13	Consolidated statement of financial position
14	Consolidated income statement
15	Consolidated statement of comprehensive income
16	Consolidated statement of changes in equity
17	Consolidated statement of cash flows
18	Notes to the condensed consolidated interim financial statements
<b>24</b>	<b>Investor information and contacts</b>
<b>25</b>	<b>Worldwide presence</b>

## u-blox at a glance

<b>Foundation</b>	1997
<b>Business</b>	Fabless semiconductor provider of embedded wireless and positioning communication solutions
<b>Headquarter</b>	Thalwil, Switzerland
<b>Offices</b>	Australia, Belgium, China, Finland, Germany, Greece, India, Ireland, Italy, Japan, Korea, Pakistan, Singapore, Sweden, Taiwan, United Kingdom and USA
<b>Listed</b>	SIX Swiss Exchange (UBXN)
<b>Employees</b>	614 (December 31, 2014, FTE based); 674 (June 30, 2015, FTE based)
<b>Revenue</b>	2014: CHF 270.0 million; H1/2015: CHF 161.9 million
<b>EBIT</b>	2014: CHF 39.1 million; H1/2015: CHF 24.8 million
<b>Net profit</b>	2014: CHF 34.4 million; H1/2015: CHF 15.0 million
<b>Markets</b>	Industrial, Automotive and Consumer
<b>Mission</b>	u-blox aims to be the leading provider of embedded wireless communication and positioning solutions to the global electronics industry

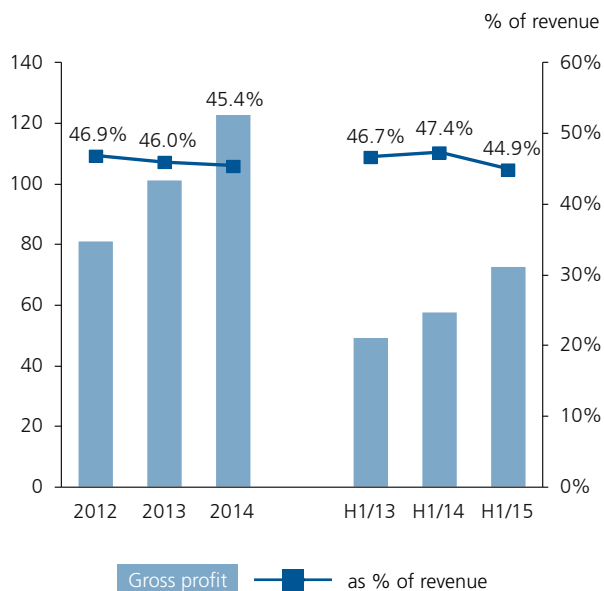
# Financial highlights

## Key figures (CHF in million)

	2012	2013	2014	H1/13	H1/14	H1/15
<b>Revenue</b>	<b>173.1</b>	<b>219.8</b>	<b>270.0</b>	<b>105.1</b>	<b>121.6</b>	<b>161.9</b>
Growth rate over previous year	38.8%	27.0%	22.9%	35.4%	15.7%	33.1%
<b>EBIT</b>	<b>22.9</b>	<b>30.1</b>	<b>39.1</b>	<b>13.8</b>	<b>18.8</b>	<b>24.8</b>
Margin on revenue	13.3%	13.7%	14.5%	13.1%	15.5%	15.3%
Growth rate over previous year	8.2%	30.9%	30.0%	21.6%	36.5%	31.9%
<b>Net profit</b>	<b>17.1</b>	<b>24.6</b>	<b>34.4</b>	<b>12.2</b>	<b>14.4</b>	<b>15.0</b>
Margin on revenue	9.9%	11.2%	12.7%	11.6%	11.8%	9.2%
Growth rate over previous year	3.5%	44.3%	39.6%	36.8%	18.4%	3.9%
<b>Net operating cash flow</b>	<b>32.1</b>	<b>38.5</b>	<b>53.7</b>	<b>20.4</b>	<b>15.7</b>	<b>20.5</b>
Margin on revenue	18.5%	17.5%	19.9%	19.4%	12.9%	12.7%
Growth/(decline) rate over previous year	72.5%	19.9%	39.5%	>1'000%	-23.2%	31.1%

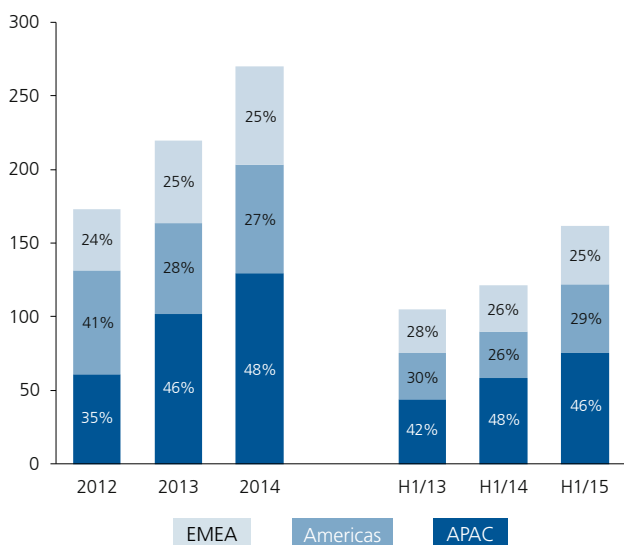
## Gross profit and gross profit margin

(CHF in million)



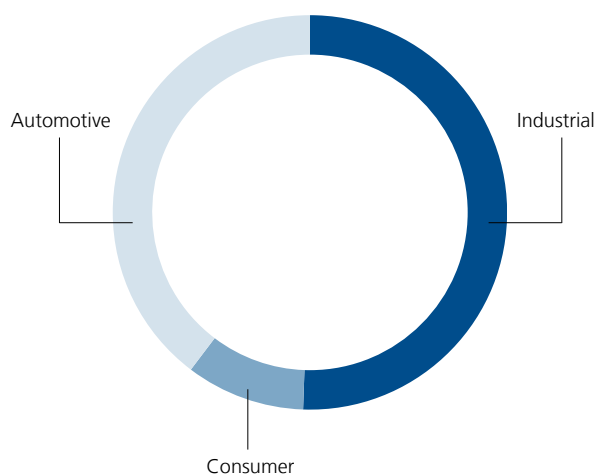
## Revenues by geography

(CHF in million)



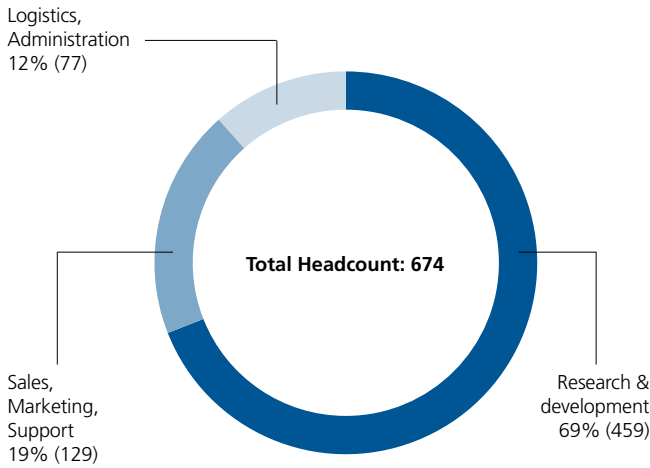
## u-blox revenue split per market

Estimate



### Employee breakdown

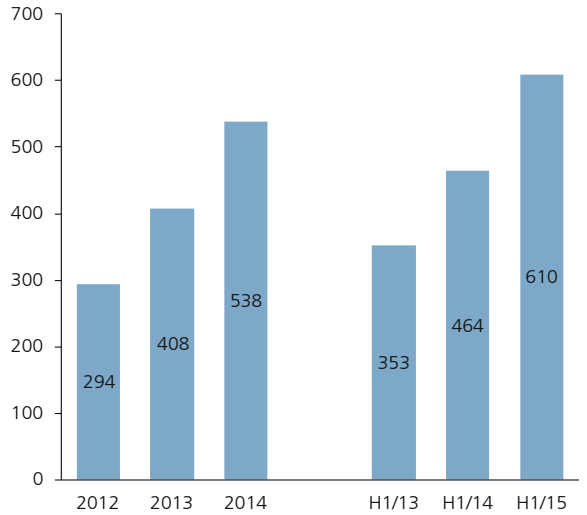
74% of employees based outside Switzerland (spread over 18 countries)



(end of H1/2015, FTE based)

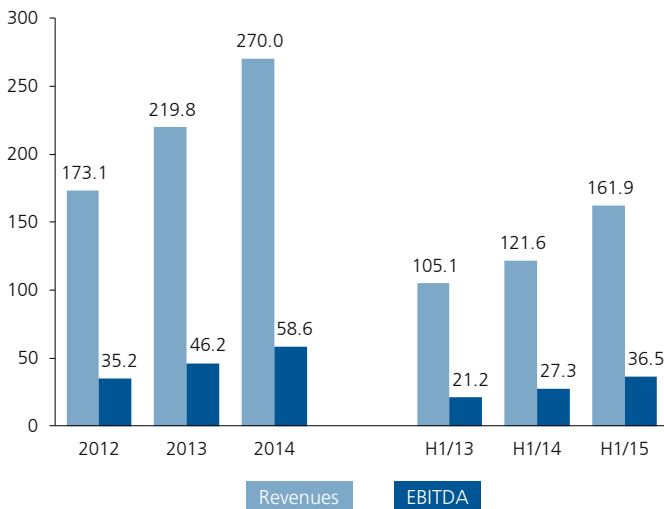
### Employee development

Average number of employees (FTE = full time equivalent)



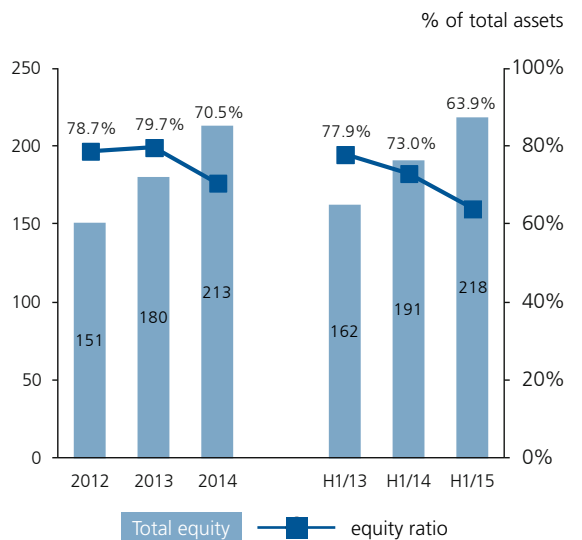
### Revenues/EBITDA

(CHF in million)



### Total equity and equity ratio

(CHF in million)



# Half year report at June 30, 2015

## u-blox posts strong first half for 2015

u-blox, a global leader in wireless and positioning modules and chips, announces its financial results for the first semester.

### Financial highlights

u-blox reports ongoing solid top- and bottom-line growth:

- Consolidated revenues amounted to CHF 161.9 million during the first half of 2015, an increase of 33.1% compared with the same period last year.
- Gross profit rose from CHF 57.6 million to CHF 72.8 million, with gross profit margin remaining high at 44.9%. Operating profit (EBIT) was up from CHF 18.8 million to CHF 24.8 million, an improvement of 31.9% over the same period last year.
- The EBITDA margin stood at 22.6%, EBIT margin at 15.3%.
- Net profit was CHF 15.0 million compared to CHF 14.4 million for the same period last year. It was influenced by the EUR/CHF exchange rate.
- Strong net cash generated from operating activities was CHF 20.5 million, representing 12.7% of revenue.
- u-blox issued in April a bond for CHF 60 million (6 years, interest 1.625%) to improve financial flexibility.
- Healthy balance sheet with a high equity ratio of 64.0%.

### Sales and profit continue to rise

During the first half of 2015, worldwide sales showed a 33.1% rise over the same period last year, and encouraging progress was reported in all regions.

In the Americas, growth continued positively, resulting in 48.1% expansion compared to the same period last year. Continuing improvement in the macro-economic climate pushed up demand for our customers' products and hence our own. u-blox posted a pleasing increase in market share and higher volumes, thanks to a number of new customers. Interest in our new products and technologies is keen and provides a solid foundation for future operations.

In Europe, the Middle East and Africa (EMEA), growth remained static in some countries. Expansion was reported in countries with healthy export markets, resulting in a 24.3% increase in revenues for automotive and industrial applications and a significant rise in new accounts and business opportunities.

Growth in Asia-Pacific (APAC) reflected the region's vibrant economies and was a major factor in consolidating our market share. While sales to existing customers continued to rise, u-blox also acquired some significant new accounts primarily in China. Our reputation for ongoing innovation and the delivery of new technologies continues to attract new customers and has seen us involved in several major ramp-ups with our products. Revenues grew strongly in all application areas, and the overall increase stood at 29.9%.

The company's product and service business segments both generated positive EBIT in the first semester. Consolidated revenues increased by CHF 40.3 million to CHF 161.9 million while EBIT rose from CHF 18.8 million to CHF 24.8 million, a 31.9% increase over the same period in 2014. Net profit rose to CHF 15.0 million.

## Strategic course confirmed

In the first half of 2015, u-blox's expansion, acquisition, manufacturing and product strategies moved it closer to its target of half-billion-dollar annual revenues in the foreseeable future.

The major news on the acquisition front was u-blox's takeover of Berlin-based lesswire's automotive short-range modules operations. This strengthened our automotive-grade Bluetooth and Wi-Fi module products, our position in the automotive market and gave us a team of key engineers. Both staff and products have been smoothly and seamlessly integrated into u-blox's operations. The team is located in Berlin.

During the first half of 2015, u-blox opened up an office in Osaka, Japan, to provide local support for M2M (machine-to-machine) customers in the south of Japan. u-blox also set up another office in Chongqing to demonstrate interest to further invest in the fast growing market of Western China and getting closer to local automotive and industrial customers.

The company also became a member of the M2M Alliance, a platform for providers and users designed to promote M2M technologies and solutions. A second strategically motivated move was u-blox's decision to become a member of the CAR 2 CAR Communication Consortium, which is dedicated to the development and deployment of Cooperative Intelligent Transport Systems (C-ITS). Both memberships position u-blox firmly within the community of movers in the "Internet of Things" (IoT) wireless communication industry.

### Product highlights

Ongoing R&D is indispensable if u-blox is to satisfy its customers' wide-ranging and ever-changing needs and stay at the head of the industry. u-blox launched no fewer than six new products during the first half of 2015. The 4G LTE voice-data modem TOBY-L280 is one of the world's smallest and fastest devices of its kind and supports HSPA+ and GSM/GPRS, which equates to the Asia-Pacific area. Another u-blox product, the ODIN W2 took Connected World magazine's IoT Innovation Award, which honors the most transformative businesses in the IoT sector. The third major launch was CAM-M8C, a tiny surface-mount GNSS global positioning module with an integrated wideband chip antenna for reception across the entire L1 band. u-blox expanded its position for short range radio solutions with launches including: the ELLA-W1 series of compact, automotive-grade, multiradio modules; EMMY-W1, a line of combined Wi-Fi, Bluetooth and NFC modules for easy onboard implementation of cutting-edge wireless standards; and, finally, the dual-band Wi-Fi and dual-mode Bluetooth standalone ODIN W262 module. All these developments will strengthen and consolidate u-blox's position in the markets of the future.

### Communications to match growth

u-blox launched a new-look website under the company's motto: locate, communicate, accelerate. The website provides customers with access to superior services and a better and more intuitively organized overview of products. It will feature online support and a forum, and is a reflection of the importance u-blox attaches to well caring its customers.

## Revenue breakdown

u-blox operates in two segments:

- **Positioning and Wireless products**  
u-blox develops and sells chips and modules for positioning and wireless connectivity that are used in automotive, industrial and consumer applications. Revenue was CHF 161.8 million for the first half of 2015 compared with CHF 121.5 million during the same period last year.
- **Wireless services**  
u-blox also offers wireless communication technology services in the form of reference designs and software. In the first semester, revenue for wireless services was CHF 12.8 million compared with CHF 9.5 million in the first half of 2014 (including intra-group revenue).

During this period, Asia-Pacific accounted for 46.6%, EMEA 24.6% and the Americas 28.8% of total revenue based on billing location. u-blox reported increased revenues in all regions. Revenue for Asia Pacific grew by 29.9% to CHF 75.5 million, for EMEA by 24.3% to CHF 39.8 million and for Americas by 48.1% to CHF 46.6 million.

In the first half of 2015, the company made about 80% of its total revenue from 63 customers. u-blox's largest customer accounted for 9% of revenue. u-blox served over 5'000 customers and achieved global expansion into new regions and markets.

## Increased gross profit

Gross profit increased by 26.3% to CHF 72.8 million during the first half of 2015, up from CHF 57.6 million in the same period

last year. Gross profit margin was 44.9%, declining from 47.4% in first half year 2014 because of the changes in product mix.

## Distribution and marketing activities

During the period under review, distribution and marketing expenses were up from CHF 11.5 million to CHF 13.3 million due to an increase in activities. As a percentage of revenue, distribution and marketing expenses declined to 8.2%, compared with 9.5% during the same period last year.

## Research and product development

R&D expenses during the first half year were CHF 29.9 million, compared with CHF 22.7 million in the first semester of 2014. As a percentage of revenue, R&D expenses remained constant at 18.5%, compared with 18.7% in 2014.

## Increase in operating profit (EBIT)

EBIT was CHF 24.8 million, or 15.3% of revenue during the first semester, compared with CHF 18.8 million or 15.5% of revenue over the same period last year. The EBITDA margin stood at 22.6%.

## Finance income and costs

Finance costs of CHF 6.5 million consist primarily of realized and unrealized foreign exchange losses on receivables and payables due to the SNB's unpegging of the CHF/EUR rate in January 2015. Finance income was CHF 0.2 million.

## Positive net cash generated from operating activities

In the first half year 2015, u-blox generated cash from operating activities in the amount of CHF 20.5 million as compared to CHF 15.7 million in the same period last year.

**Table 1: consolidated income statement**

(in CHF 000s)	Jan. - June 2015 (unaudited)	% revenue	Jan. - June 2014 (unaudited)	% revenue	Jan. - Dec. 2014 (audited)	% revenue
<b>Revenue</b>	<b>161'912</b>	100.0%	<b>121'625</b>	100.0%	<b>270'045</b>	100.0%
Cost of sales	-89'158	-55.1%	-64'031	-52.6%	-147'323	-54.6%
<b>Gross profit</b>	<b>72'754</b>	44.9%	<b>57'594</b>	47.4%	<b>122'722</b>	45.4%
Distribution and marketing expenses	-13'336	-8.2%	-11'505	-9.5%	-24'525	-9.1%
Research and development expenses	-29'942	-18.5%	-22'703	-18.7%	-49'859	-18.5%
General and administrative expenses	-6'369	-3.9%	-4'689	-3.9%	-10'131	-3.8%
Other income	1'686	1.0%	101	0.1%	868	0.3%
<b>Operating profit (EBIT)</b>	<b>24'793</b>	15.3%	<b>18'798</b>	15.5%	<b>39'075</b>	14.5%
Financial income	198	0.1%	1'090	0.9%	4'546	1.7%
Finance costs	-6'502	-4.0%	-385	-0.3%	-658	-0.2%
<b>Profit before income tax (EBT)</b>	<b>18'489</b>	11.4%	<b>19'503</b>	16.0%	<b>42'963</b>	15.9%
Income tax expense	-3'525	-2.2%	-5'100	-4.2%	-8'566	-3.2%
<b>Net profit, attributable to owners of the parent</b>	<b>14'964</b>	9.2%	<b>14'403</b>	11.8%	<b>34'397</b>	12.7%
Operating profit (EBIT)	24'793	15.3%	18'798	15.5%	39'075	14.5%
Depreciation and amortization	11'748	7.3%	8'489	7.0%	19'529	7.2%
<b>EBITDA<sup>1)</sup></b>	<b>36'541</b>	22.6%	<b>27'287</b>	22.4%	<b>58'604</b>	21.7%

<sup>1)</sup> Management calculates EBITDA (earnings before interest, taxes, depreciation and amortization) by adding back depreciation and amortization to operating profit (EBIT), in each case determined in accordance with IFRS.

**Table 2: consolidated statement of cash flows (condensed)**

(in CHF 000s)	Jan. - June 2015 (unaudited)	Jan. - June 2014 (unaudited)
Net cash provided by operating activities	20'522	15'655
Net cash used in investing activities	-15'751	-33'882
Net cash provided by financing activities	33'232	15'778
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>38'003</b>	<b>-2'449</b>
Cash and cash equivalents at beginning of period	37'662	33'163
Effect of exchange rate fluctuations on cash and cash equivalents	-936	-324
<b>Cash and cash equivalents at end of period</b>	<b>74'729</b>	<b>30'390</b>

**Main investing activities**

Net cash used in investing activities consists mainly of investments into property, plant and equipment of CHF 4.3 million (June 30, 2014 CHF 2.6 million) and investments into intangible assets of CHF 16.0 million (June 30, 2014 CHF 10.3 million) in the first half year 2015.

**Financing activities**

In April 2015, u-blox placed a fixed-rate domestic straight bond worth CHF 60 million. The issue was designed to increase the company's financial flexibility and guarantee Group liquidity during the years ahead.

The company also repaid the short-term CHF 20 million bank loan taken up in connection with short-range radio acquisitions. The net cash provided by financing activities also contains the dividend payment in May 2015 of CHF 10.7 million and the increase of the share capital due to the exercise of share options of CHF 4.7 million.

**Strong financial position**

u-blox has a strong balance sheet with an equity ratio of 64.0%. Cash and cash equivalents and marketable securities amounted to CHF 91.6 million at June 30, 2015, compared with CHF 59.4 million at December 31, 2014.

**Table 3: consolidated statement of financial position (condensed)**

(in CHF 000s)	At June 30, 2015 (unaudited)	At December 31, 2014 (audited)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	74'729	37'662
Marketable securities	16'862	21'730
Other assets	92'614	93'704
<b>Total current assets</b>	<b>184'205</b>	<b>153'096</b>
<b>Non-current assets</b>		
Property, plant and equipment	14'807	14'836
Intangible assets	135'030	128'405
Financial assets	592	584
Deferred tax assets	6'886	4'826
<b>Total non-current assets</b>	<b>157'315</b>	<b>148'651</b>
<b>Total assets</b>	<b>341'520</b>	<b>301'747</b>
<b>LIABILITIES AND EQUITY</b>		
Current liabilities	42'485	70'860
Non-current liabilities	80'644	18'011
<b>Total liabilities</b>	<b>123'129</b>	<b>88'871</b>
<b>Shareholders' equity</b>		
Share capital	6'034	5'930
Share premium	83'219	89'531
Retained earnings	129'138	117'415
<b>Total equity, attributable to owners of the parent</b>	<b>218'391</b>	<b>212'876</b>
<b>Total liabilities and equity</b>	<b>341'520</b>	<b>301'747</b>

### Challenges and risks

Risk is an inherent factor in any business or operation, and many of our customers face ongoing uncertainty. As entrepreneurs, we can take active steps in areas that are under our control to decrease the impact of risk from global, regional or national economic crises. First, we ensure that the quality of our products is second to none and that the continued expansion of our product offer meets our customers' needs. Second, we look for a natural hedge against currency exchange movements, with production cost and operational cost matching our income currencies. And third, we have a wide diversified and ever increasing customer base, with no single customer out of a total of 5'000 accounting for more than 9% of our revenues.

### Board and management members

During the period under review, Hans-Ulrich Müller retired and was replaced by André Müller, an engineer by profession (ETH). André Müller is member of the board of Essemtec AG (Switzerland), DW Holding AG (Switzerland), Odevis Automation AG (Germany) and Bangerter Microtechnik AG (Switzerland). He was born in 1953 and holds dual Swiss and Italian citizenship.

### Outlook

For 2015, u-blox keeps its already announced guidance with an EBIT between CHF 48 million and CHF 53 million, based on revenues of between CHF 335 million and CHF 345 million. These expectations exclude unforeseen economic adversity and foresee budgeted exchange rates (USD/CHF: 0.974; EUR/CHF: 1.065, GBP/CHF: 1.500).



Fritz Fahrni  
Chairman of the Board of Directors



Thomas Seiler  
CEO



# Halbjahresbericht per 30. Juni 2015

## u-blox meldet starkes erstes Halbjahr 2015

u-blox, ein weltweit führender Anbieter von Chips und Modulen für Elektroniksysteme im Bereich der Positionierung und drahtlosen Kommunikation, gibt heute seine Finanzergebnisse für das erste Halbjahr bekannt.

### Finanzielle Highlights

u-blox erzielt weiterhin solides Umsatz- und Gewinnwachstum:

- Konsolidierter Umsatz von CHF 161.9 Millionen im ersten Halbjahr 2015, ein Wachstum von 33.1% gegenüber dem Vorjahreszeitraum.
- Der Bruttogewinn stieg von CHF 57.6 Millionen auf CHF 72.8 Millionen bei einer weiterhin hohen Bruttogewinnmarge von 44.9%. Der Betriebsgewinn (EBIT) erhöhte sich von CHF 18.8 Millionen auf CHF 24.8 Millionen, eine Zunahme von 31.9% gegenüber dem ersten Halbjahr 2014.
- EBITDA-Marge von 22.6%, EBIT-Marge von 15.3%.
- Steigerung des Reingewinns von CHF 14.4 Millionen auf CHF 15.0 Millionen gegenüber dem Vorjahreszeitraum. Dieser wurde beeinflusst vom EUR/CHF Wechselkurs.
- Hoher Cashflow aus operativer Tätigkeit von CHF 20.5 Millionen bzw. 12.7% des Umsatzes.
- u-blox platzierte eine Obligationsanleihe über CHF 60 Millionen (Laufzeit: 6 Jahre, Zinsscoupon: 1.625%), um die finanzielle Flexibilität zu verbessern.
- Solide Bilanz mit einer hohen Eigenkapitalquote von 64.0%.

### Anhaltendes Umsatz- und Gewinnwachstum

Im ersten Halbjahr 2015 wurde weltweit ein Umsatzwachstum von 33.1% gegenüber dem ersten Halbjahr 2014 erzielt, wobei in allen Regionen eine erfreuliche Entwicklung zu beobachten war.

In Amerika setzte sich der positive Geschäftsverlauf mit einer Steigerung von 48.1% gegenüber dem ersten Halbjahr 2014 fort. Die anhaltende Verbesserung der gesamtwirtschaftlichen Rahmenbedingungen steigerte die Nachfrage nach den Produkten der Kunden und damit nach den Produkten von u-blox. Das Unternehmen erreichte dank zahlreicher Neukunden erfreuliche Marktanteilsgewinne und höhere Volumen. Das Interesse an den neuen Produkten und Technologien ist gross und stellt eine solide Basis für die künftige Geschäftstätigkeit dar.

In der EMEA-Region (Europa, Naher Osten und Afrika) stagnierte das Wachstum in einigen Ländern. In den Ländern mit gesunden Exportmärkten verlief die Entwicklung positiv. u-blox konnte das Geschäft weiter ausbauen und einen Umsatzanstieg von 24.3% bei Fahrzeug- und Industrieanwendungen und eine deutliche Zunahme des Neukundengeschäfts erzielen. Darüber hinaus eröffnete sich eine Fülle neuer Geschäftsmöglichkeiten.

Das Wachstum in der Region Asien/Pazifik (APAC) spiegelte die pulsierende Wirtschaft dieser Region wider und trug massgeblich zur Kräftigung des Marktanteils von u-blox bei. Der Umsatz mit bestehenden Kunden legte weiter zu, gleichzeitig wurden mehrere wichtige Neukunden gewonnen, vorwiegend in China. Der Ruf des Unternehmens für kontinuierliche Innovation und das Angebot neuer Produkte übt weiterhin eine Anziehungskraft auf Neukunden aus, was zu vermehrten Serienanläufen mit unseren Produkten geführt hat. In allen Anwendungsbereichen wurde ein starker Umsatzanstieg von insgesamt 29.9% verzeichnet.

Sowohl das Produkt- als auch das Service-Geschäft haben im ersten Halbjahr einen positiven EBIT eingebracht. Der Konzernumsatz stieg um CHF 40.3 Millionen auf CHF 161.9 Millionen. Der EBIT erhöhte

sich von CHF 18.8 Millionen auf CHF 24.8 Millionen, ein Anstieg von 31.9% im Vergleich zum ersten Halbjahr 2014. Der Reingewinn stieg auf CHF 15 Millionen.

### Strategischer Kurs bestätigt

Im ersten Halbjahr 2015 ist u-blox mit seiner Expansions-, Akquisitions-, Fertigungs- und Produktstrategie dem Ziel in absehbarer Zukunft einen jährlichen Umsatz von einer halben Milliarde US-Dollar zu erreichen ein gutes Stück näher gekommen.

Die wichtigste Akquisition war der Erwerb des Geschäftsbereichs Kurzstrecken-Funkmodule für Automobilanwendungen von lesswire in Berlin. Damit hat u-blox das Angebot an Bluetooth- und Wi-Fi-Modulen für den Einbau in Fahrzeugen und seine Position im Automobilmarkt verstärkt und gleichzeitig ein Spezialistenteam erhalten. Mitarbeiter und Produkte wurden nahtlos in die Geschäftstätigkeit von u-blox integriert. Das Team ist in Berlin ansässig.

Im ersten Halbjahr 2015 eröffnete u-blox eine Niederlassung in Osaka, um lokalen Support für M2M (Machine-to-Machine)-Kunden in Südjapan anbieten zu können. Ausserdem eröffnete das Unternehmen eine weitere Niederlassung in Chongqing um weiter in den schnell wachsenden westchinesischen Markt zu investieren und näher an die lokalen Kunden im Automobil- und Industriegüterbereich heranzurücken.

Ausserdem ist u-blox der „M2M Alliance“ beigetreten, einer Plattform für Anbieter und Nutzer, deren Ziel die Förderung von M2M-Technologien und -Lösungen ist. Ein zweiter strategisch motivierter Schritt war die Entscheidung von u-blox, sich dem „CAR 2 CAR Communication Consortium“ anzuschliessen. Dieses Konsortium befasst sich mit der Entwicklung und Verbreitung von unterstützenden intelligenten Verkehrssystemen (Cooperative Intelligent Transport Systems (C-ITS)). Mit diesen beiden Mitgliedschaften verschafft sich u-blox einen festen Platz unter den Vorreitern der drahtlosen Kommunikation im „Internet of Things“ (IoT).

### Produkt highlights

Kontinuierliche Forschung und Entwicklung sind für u-blox unverzichtbar, um die weitreichenden und sich ständig verändernden Bedürfnisse seiner Kunden zu erfüllen und an der Spitze der Branche zu bleiben. Im ersten Halbjahr 2015 wurden nicht weniger als sechs neue Produkte auf den Markt gebracht. Das 4G-LTE-Sprach-/Datenmodem TOBY-L280 gehört zu den weltweit kleinsten und schnellsten Modulen seiner Art. Das Modul unterstützt HSPA+ und GSM/GPRS und ist vor allem in der Region Asien/Pazifik einsetzbar. Ein weiteres neues Produkt von u-blox, ODIN-W2, wurde vom Magazin Connected World mit dem „IoT Innovation Award“ ausgezeichnet, der an die wandlungsfähigsten Unternehmen auf dem Gebiet „Internet of Things“ (IoT) vergeben wird. Die dritte grosse Markteinführung war das CAM-M8C, ein äusserst kompaktes Positionierungs-Modul im simultanen GNSS-Betrieb mit integrierter Breitband-Chipantenne für Empfang auf dem gesamten L1-Band. Die Position bei Lösungen für die Kurzstrecken-Funktechnik wurde unter anderem durch folgende neue Produkte ausgebaut: ELLA-W1, eine Serie kompakter Multi-Radio-Module, die für den Einsatz in Fahrzeugen qualifiziert sind; EMMY-W1, eine Serie von kombinierten Wi-Fi-, Bluetooth- und NFC-Modulen für die einfache Implementierung der neuesten Standards für die drahtlose Kommunikation in Fahrzeugen, sowie das eigenständige Bluetooth-Modul ODIN-W262 mit Dual-Band-Wi-Fi und Dual-Mode-Bluetooth. All' diese Entwicklungen werden die Position von u-blox in den Zukunftsmärkten stärken und festigen.

### An Wachstum angepasste Kommunikation

u-blox hat eine neu gestaltete Website unter dem Unternehmensmotto „locate, communicate, accelerate“ lanciert. Sie bietet Kunden Zugang zu hochwertigen Dienstleistungen und eine bessere, intuitiver gegliederte Produktübersicht. Die Website verfügt über einen Online-Support und ein Forum und zeigt, welche Bedeutung u-blox dem Kundensupport beimisst.

### Umsaufteilung

Die Geschäftstätigkeit von u-blox gliedert sich in zwei Segmente:

- Positionierungsprodukte und drahtlose Kommunikationsmodule u-blox entwickelt und vertreibt Positionierungschips und -module sowie drahtlose Kommunikationsmodule für den Automobil-, Industriegüter- und Konsumgütermarkt. Der Umsatz belief sich im ersten Halbjahr 2015 auf CHF 161.8 Millionen gegenüber CHF 121.5 Millionen im ersten Halbjahr 2014.
- Wireless-Services  
u-blox bietet auch Dienstleistungen auf dem Gebiet der drahtlosen Kommunikation in Form von Referenzdesigns und Software an. Der Umsatz mit Wireless-Services erhöhte sich im ersten Halbjahr 2015 von CHF 9.5 Millionen auf CHF 12.8 Millionen (inklusive konzerninterner Umsatzerlöse).

In diesem Zeitraum entfielen nach Ort der Rechnungsstellung 46.6% des Gesamtumsatzes auf die Region Asien-Pazifik, 24.6% auf die EMEA-Region und 28.8% auf Amerika. u-blox konnte in allen Regionen den Umsatz steigern. So stieg der Umsatz in der Region Asien-Pazifik um 29.9% auf CHF 75.5 Millionen, während in der EMEA-Region ein Zuwachs von 24.3% auf CHF 39.8 Millionen und in Amerika ein Plus von 48.1% auf CHF 46.6 Millionen erzielt wurde.

Im ersten Halbjahr 2015 generierten 63 Kunden ca. 80% des Gesamtumsatzes, wobei der grösste Kunde 9% des Umsatzes ausmachte. u-blox belieferte über 5'000 Kunden, wobei weltweit neue Regionen und Märkte erschlossen werden konnten.

### Gesteigerter Bruttogewinn

Der Bruttogewinn erhöhte sich im ersten Halbjahr 2015 um 26.3% auf CHF 72.8 Millionen gegenüber CHF 57.6 Millionen im Vorjahreszeitraum. Die Bruttogewinnmarge sank aufgrund von Veränderungen im Produktmix von 47.4% im Vorjahreszeitraum auf 44.9%.

### Vertriebs- und Marketingaktivitäten

Die Vertriebs- und Marketingkosten stiegen im Berichtszeitraum infolge der geschäftlichen Expansion von CHF 11.5 Millionen auf CHF 13.3 Millionen. Prozentual zum Umsatz verringerten sie sich von 9.5% auf 8.2% im ersten Halbjahr 2015.

### Forschung und Produktentwicklung

Die Aufwendungen für F&E lagen im ersten Halbjahr 2015 bei CHF 29.9 Millionen gegenüber CHF 22.7 Millionen im ersten Halbjahr 2014. Bezogen auf den Umsatz blieben sie mit 18.5% im Vergleich zu 18.7% im Vorjahreszeitraum 2014 konstant.

### Gestiegener Betriebsgewinn (EBIT)

Der Betriebsgewinn (EBIT) betrug im ersten Halbjahr 2015 CHF 24.8 Millionen bzw. 15.3% des Umsatzes gegenüber CHF 18.8 Millionen bzw. 15.5% im ersten Halbjahr 2014. Die EBITDA-Marge lag bei 22.6%.

### Finanzertrag und -aufwand

Der Finanzaufwand belief sich auf CHF 6.5 Millionen, das hauptsächlich auf realisierte und unrealisierte Fremdwährungsverluste nach der Aufhebung des Mindestwechsellkurses CHF/EUR durch die SNB im Januar zurückzuführen war. Der Finanzertrag betrug CHF 0.2 Millionen.

### Positiver operativer Cashflow

Im ersten Halbjahr 2015 erwirtschaftete u-blox einen Cashflow aus operativer Geschäftstätigkeit in Höhe von CHF 20.5 Millionen gegenüber CHF 15.7 Millionen im ersten Halbjahr 2014.

Tabelle 1: Konsolidierte Erfolgsrechnung

(in Tausend CHF)	Jan. - Juni 2015 (ungeprüft)	% Umsatz	Jan. - Juni 2014 (ungeprüft)	% Umsatz	Jan. - Dez. 2014 (geprüft)	% Umsatz
<b>Umsatz</b>	<b>161'912</b>	100.0%	<b>121'625</b>	100.0%	<b>270'045</b>	100.0%
Herstellungskosten der verkauften Produkte	-89'158	-55.1%	-64'031	-52.6%	-147'323	-54.6%
<b>Bruttogewinn</b>	<b>72'754</b>	44.9%	<b>57'594</b>	47.4%	<b>122'722</b>	45.4%
Marketing- und Vertriebsaufwand	-13'336	-8.2%	-11'505	-9.5%	-24'525	-9.1%
Forschungs- und Entwicklungsaufwand	-29'942	-18.5%	-22'703	-18.7%	-49'859	-18.5%
Verwaltungsaufwand	-6'369	-3.9%	-4'689	-3.9%	-10'131	-3.8%
Sonstige Erträge	1'686	1.0%	101	0.1%	868	0.3%
<b>Betriebsgewinn (EBIT)</b>	<b>24'793</b>	15.3%	<b>18'798</b>	15.5%	<b>39'075</b>	14.5%
Finanzertrag	198	0.1%	1'090	0.9%	4'546	1.7%
Finanzaufwand	-6'502	-4.0%	-385	-0.3%	-658	-0.2%
<b>Gewinn vor Steuern (EBT)</b>	<b>18'489</b>	11.4%	<b>19'503</b>	16.0%	<b>42'963</b>	15.9%
Steuern	-3'525	-2.2%	-5'100	-4.2%	-8'566	-3.2%
<b>Reingewinn</b>	<b>14'964</b>	9.2%	<b>14'403</b>	11.8%	<b>34'397</b>	12.7%
Betriebsgewinn (EBIT)	24'793	15.3%	18'798	15.5%	39'075	14.5%
Abschreibungen	11'748	7.3%	8'489	7.0%	19'529	7.2%
<b>EBITDA<sup>1)</sup></b>	<b>36'541</b>	22.6%	<b>27'287</b>	22.4%	<b>58'604</b>	21.7%

<sup>1)</sup> EBITDA (earnings before interest, taxes, depreciation and amortization) als Addition der Abschreibungen zum Betriebsgewinn (EBIT) berechnet, immer auf Grundlage der Regeln nach IFRS.

**Tabelle 2: Zusammengefasste konsolidierte Geldflussrechnung**

(in Tausend CHF)	Jan. - Juni 2015 (ungeprüft)	Jan. - Juni 2014 (ungeprüft)
Cash-Flow aus operativer Geschäftstätigkeit	20'522	15'655
Cash-Flow aus Investitionstätigkeit	-15'751	-33'882
Cash-Flow aus Finanzierungstätigkeit	33'232	15'778
<b>Zunahme der flüssigen Mittel</b>	<b>38'003</b>	<b>-2'449</b>
Flüssige Mittel am Anfang der Berichtsperiode	37'662	33'163
Wechselkursbedingte Veränderung des Finanzmittelbestandes	-936	-324
<b>Flüssige Mittel am Ende der Berichtsperiode</b>	<b>74'729</b>	<b>30'390</b>

**Wesentliche Investitionstätigkeit**

Der Geldabfluss aus Investitionstätigkeit setzte sich im ersten Halbjahr 2015 hauptsächlich aus Sachanlagen in Höhe von CHF 4.3 Millionen (30. Juni 2014: CHF 2.6 Millionen) und dem Erwerb immaterieller Vermögenswerte in Höhe von CHF 16.0 Millionen (30. Juni 2014: CHF 10.3 Millionen) zusammen.

**Finanzierungstätigkeit**

Im April 2015 hat u-blox eine festverzinsliche Anleihe über CHF 60 Millionen am Inlandssegment aufgelegt. Die Emission soll die finanzielle Flexibilität des Unternehmens erhöhen und die Liquidität der Gruppe in den kommenden Jahren sicherstellen.

Ausserdem zahlte u-blox das kurzfristige Bankdarlehen über CHF 20 Millionen zurück, das im Zusammenhang mit den Akquisitionen im Bereich der Kurzstrecken-Funkkommunikation aufgenommen wurde. Im Geldzufluss aus Finanzierungstätigkeit sind auch die Dividendenzahlung von CHF 10.7 Millionen im Mai 2015 und die Erhöhung des Aktienkapitals aufgrund der Ausübung von Aktienoptionen im Wert von CHF 4.7 Millionen enthalten.

**Solide Finanzlage**

u-blox verfügt über eine solide Bilanz mit einer Eigenkapitalquote von 64.0%. Die flüssigen Mittel und marktfähigen Wertpapiere beliefen sich zum 30. Juni 2015 auf CHF 91.6 Millionen (31. Dezember 2014: CHF 59.4 Millionen).

**Tabelle 3: Zusammengefasste konsolidierte Bilanz**

(in Tausend CHF)	per 30. Juni 2015 (ungeprüft)	per 31. Dezember 2014 (geprüft)
<b>Aktiven</b>		
<b>Umlaufvermögen</b>		
Flüssige Mittel	74'729	37'662
Wertschriften	16'862	21'730
Sonstige Umlaufvermögen	92'614	93'704
<b>Total Umlaufvermögen</b>	<b>184'205</b>	<b>153'096</b>
<b>Anlagevermögen</b>		
Sachanlagen	14'807	14'836
Immaterielle Anlagen	135'030	128'405
Finanzanlagen	592	584
Latente Steueraktiven	6'886	4'826
<b>Total Anlagevermögen</b>	<b>157'315</b>	<b>148'651</b>
<b>Total Aktiven</b>	<b>341'520</b>	<b>301'747</b>
<b>Passiven</b>		
Kurzfristige Verbindlichkeiten	42'485	70'860
Langfristige Verbindlichkeiten	80'644	18'011
<b>Total Verbindlichkeiten</b>	<b>123'129</b>	<b>88'871</b>
<b>Eigenkapital</b>		
Aktienkapital	6'034	5'930
Übrige Reserven	83'219	89'531
Gewinnreserven	129'138	117'415
<b>Total Eigenkapital</b>	<b>218'391</b>	<b>212'876</b>
<b>Total Passiven</b>	<b>341'520</b>	<b>301'747</b>

### **Herausforderungen und Risiken**

Jede Geschäftstätigkeit ist mit Risiken verbunden, und viele unserer Kunden sind mit anhaltender Unsicherheit konfrontiert. Wir können als Unternehmen jedoch aktive Massnahmen in Bereichen, die innerhalb unseres Einflussbereichs liegen, ergreifen, um die Auswirkung von Risiken aus globalen, regionalen oder nationalen Wirtschaftskrisen zu verringern. Erstens stellen wir sicher, dass unsere Produkte eine erstklassige Qualität aufweisen und das laufend erweiterte Produktangebot die Anforderungen unserer Kunden erfüllt. Zweitens verfügen wir über eine natürliche Absicherung gegen Fremdwährungsschwankungen, da die Produktions- und Betriebskosten in denselben Währungen anfallen, in denen wir unsere Erlöse erzielen. Drittens haben wir eine breit diversifizierte, weiter wachsende Kundenbasis, wobei kein einziger unserer insgesamt 5'000 Kunden einen Umsatzanteil von mehr als 9% hat.

### **Mitglieder in Verwaltungsrat und Geschäftsleitung**

Im Berichtszeitraum schied Hans-Ulrich Müller aus dem Verwaltungsrat aus. Sein Nachfolger ist André Müller, der einen Abschluss als Ingenieur der ETH besitzt. André Müller ist Mitglied des Verwaltungsrates der Essemtec AG in der Schweiz, der DW Holding AG in der Schweiz, der Odevis Automation AG in Deutschland und der Bangerter Microtechnik AG in der Schweiz. André Müller, Jahrgang 1953, besitzt die Schweizer und Italienische Staatsbürgerschaft.

### **Ausblick**

u-blox hält an der zuvor veröffentlichten Umsatzprognose von CHF 335-345 Millionen bei einem EBIT im Bereich von CHF 48-53 Millionen fest. Diese Erwartung basiert auf der Annahme, dass keine unvorhergesehenen negativen wirtschaftlichen Entwicklungen eintreten und die Wechselkurse im Planbereich liegen (USD/CHF: 0.974; EUR/CHF: 1.065, GBP/CHF: 1.500).



Fritz Fahrni  
Vorsitzender der Aufsichtsrates



Thomas Seiler  
CEO

**u-blox Holding AG, Thalwil**  
Condensed consolidated interim  
financial statements

June 30, 2015

# Consolidated statement of financial position

(in CHF 000s)	Notes	June 30, 2015 (unaudited)	December 31, 2014 (audited)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		74'729	37'662
Marketable securities		16'862	21'730
Trade accounts receivable		39'767	38'842
Other receivables		7'988	6'591
Current tax assets		6'667	5'184
Inventory		36'262	33'345
Prepaid expenses and accrued income		1'930	9'742
<b>Total current assets</b>		<b>184'205</b>	<b>153'096</b>
<b>Non-current assets</b>			
Property, plant and equipment		14'807	14'836
Goodwill	3	55'207	57'903
Other intangible assets	3	79'823	70'502
Financial assets		592	584
Deferred tax assets		6'886	4'826
<b>Total non-current assets</b>		<b>157'315</b>	<b>148'651</b>
<b>Total assets</b>		<b>341'520</b>	<b>301'747</b>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
Trade accounts payable		19'676	28'623
Other payables		6'989	2'544
Current borrowings		0	20'000
Current tax liabilities		653	1'994
Provisions		0	925
Accrued expenses		15'167	16'774
<b>Total current liabilities</b>		<b>42'485</b>	<b>70'860</b>
<b>Non-current liabilities</b>			
Other payables		1'954	1'741
Non-current borrowings	4	59'218	0
Provisions		5'314	3'525
Net pension liability		9'970	8'930
Deferred tax liabilities		4'188	3'815
<b>Total non-current liabilities</b>		<b>80'644</b>	<b>18'011</b>
<b>Total liabilities</b>		<b>123'129</b>	<b>88'871</b>
<b>Shareholders' equity</b>			
Share capital		6'034	5'930
Share premium		83'219	89'531
Retained earnings		129'138	117'415
<b>Total equity, attributable to owners of the parent</b>		<b>218'391</b>	<b>212'876</b>
<b>Total liabilities and equity</b>		<b>341'520</b>	<b>301'747</b>

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Consolidated income statement

(in CHF 000s)	Notes	Jan. - June 2015 (unaudited)	Jan. - June 2014 (unaudited)	Jan. - Dec. 2014 (audited)
<b>Revenue</b>	2	<b>161'912</b>	<b>121'625</b>	<b>270'045</b>
Cost of sales		-89'158	-64'031	-147'323
<b>Gross profit</b>		<b>72'754</b>	<b>57'594</b>	<b>122'722</b>
Distribution and marketing expenses		-13'336	-11'505	-24'525
Research and development expenses		-29'942	-22'703	-49'859
General and administrative expenses		-6'369	-4'689	-10'131
Other income		1'686	101	868
<b>Operating profit (EBIT)</b>	2	<b>24'793</b>	<b>18'798</b>	<b>39'075</b>
Financial income		198	1'090	4'546
Finance costs	5	-6'502	-385	-658
<b>Profit before income tax (EBT)</b>		<b>18'489</b>	<b>19'503</b>	<b>42'963</b>
Income tax expense		-3'525	-5'100	-8'566
<b>Net profit, attributable to owners of the parent</b>		<b>14'964</b>	<b>14'403</b>	<b>34'397</b>
Basic earnings per share (in CHF)		2.25	2.22	5.27
Diluted earnings per share (in CHF)		2.17	2.13	5.05

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Consolidated statement of comprehensive income

(in CHF 000s)	Jan. - June 2015 (unaudited)	Jan. - June 2014 (unaudited)	Jan. - Dec. 2014 (audited)
<b>Net profit for the period</b>	<b>14'964</b>	<b>14'403</b>	<b>34'397</b>
<b>Other comprehensive income:</b>			
Remeasurements on net pension liability	-520	-795	-5'295
Income tax on remeasurements on net pension liability	100	151	870
<b>Items that will not be reclassified to income statement</b>	<b>-420</b>	<b>-644</b>	<b>-4'425</b>
Currency translation differences	-8'841	-622	-651
<b>Items that are or may be reclassified subsequently to income statement</b>	<b>-8'841</b>	<b>-622</b>	<b>-651</b>
<b>Other comprehensive income for the period, net of taxes</b>	<b>-9'261</b>	<b>-1'266</b>	<b>-5'076</b>
<b>Total comprehensive income, attributable to owners of the parent</b>	<b>5'703</b>	<b>13'137</b>	<b>29'321</b>

These condensed interim financial statements should be read in conjunction with the accompanying notes.



# Consolidated statement of changes in equity

(in CHF 000s)	Share capital	Share premium	Treasury shares	Cumulative translation differences	Other retained earnings	Retained earnings	Total equity
<b>Balance at January 1, 2014</b>	<b>5'810</b>	<b>92'556</b>	<b>0</b>	-3'910	85'980	<b>82'070</b>	<b>180'436</b>
Net profit for the period	0	0	0	0	14'403	14'403	14'403
Other comprehensive income for the period, net of taxes	0	0	0	-622	-644	-1'266	-1'266
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	-622	13'759	<b>13'137</b>	<b>13'137</b>
Share based payments <sup>1)</sup>	0	0	0	0	1'506	1'506	1'506
Dividend out of share premium	0	-8'487	0	0	0	0	-8'487
Options exercised during the year, net of transaction costs	89	-4'271	0	0	0	0	4'360
<b>Total transactions with owners of the parent</b>	<b>89</b>	<b>-4'216</b>	<b>0</b>	0	1'506	<b>1'506</b>	<b>-2'621</b>
<b>Balance at June 30, 2014</b>	<b>5'899</b>	<b>88'340</b>	<b>0</b>	-4'532	101'245	<b>96'713</b>	<b>190'952</b>
<b>Balance at January 1, 2015</b>	<b>5'930</b>	<b>89'531</b>	<b>0</b>	-4'561	121'976	<b>117'415</b>	<b>212'876</b>
Net profit for the period	0	0	0	0	14'964	14'964	14'964
Other comprehensive income for the period, net of taxes	0	0	0	-8'841	-420	-9'261	-9'261
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	-8'841	14'544	<b>5'703</b>	<b>5'703</b>
Share-based payments <sup>1)</sup>	0	0	0	0	6'020	6'020	6'020
Dividend out of share premium	0	-10'684	0	0	0	0	-10'684
Options exercised during the year, net of transaction costs	104	4'372	0	0	0	0	4'476
<b>Total transactions with owners of the parent</b>	<b>104</b>	<b>-6'312</b>	<b>0</b>	0	6'020	<b>6'020</b>	<b>-188</b>
<b>Balance at June 30, 2015</b>	<b>6'034</b>	<b>83'219</b>	<b>0</b>	-13'402	142'540	<b>129'138</b>	<b>218'391</b>

<sup>1)</sup> Represents the amount of stock option expense of CHF 2.2 million (2014: CHF 1.7 million) including respective tax effects of CHF 3.8 million (2014: CHF -0.2 million) recognized per June, 2015 and 2014 respectively.

# Consolidated statement of cash flows

(in CHF 000s)	Jan. - June 2015 (unaudited)	Jan. - June 2014 (unaudited)	Jan. - Dec. 2014 (audited)
Net cash provided by operating activities	20'522	15'655	53'686
Net cash used in investing activities	-15'751 <sup>1)</sup>	-33'882	-65'400
Net cash provided by financing activities	33'232 <sup>2)</sup>	15'778	14'991
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>38'003</b>	<b>-2'449</b>	<b>3'277</b>
Cash and cash equivalents at beginning of period	37'662	33'163	33'163
Effect of exchange rate fluctuations on cash and cash equivalents	-936	-324	1'222
<b>Cash and cash equivalents at end of period</b>	<b>74'729</b>	<b>30'390</b>	<b>37'662</b>

<sup>1)</sup> Net cash used in investing activities consists of investments into property, plant and equipment of CHF 4.3 million (June 30, 2014 CHF 2.6 million) and investments into intangible assets of CHF 16.0 million (June 30, 2014 CHF 10.3 million) in the first half year 2015. In the first half year 2014 a subsidiary, net of cash of CHF 23.6 million, was acquired.

<sup>2)</sup> Net cash provided by financing activities contains proceeds from the exercise of employee stock options of CHF 4.5 million (June 30, 2014 CHF 4.4 million), the dividend payment out of reserves from capital contributions of CHF 10.7 million (June 30, 2014 CHF 8.5 million) and proceeds from issuance of a borrowing of CHF 60.0 million, see note 4. The issuance borrowing of CHF 20.0 million in 2014 was repaid in 2015.

# Notes to the condensed consolidated interim financial statements

## 1 Basis of preparation of the condensed consolidated interim financial statements

The condensed consolidated interim financial statements of u-blox Holding AG ('u-blox' or the 'Group') were prepared in accordance with IAS 34 "Interim Financial Reporting". These condensed consolidated interim financial statements do not include all the notes contained in the consolidated annual financial statements, and for that reason should be read in conjunction with the consolidated annual financial statements for the year ended December 31, 2014.

The condensed consolidated interim financial statements have been prepared in Swiss francs (CHF), rounded to the nearest thousand. The accounting policies applied in the condensed consolidated interim financial statements are consistent with those used in the consolidated financial statements for the year ended December 31, 2014, except for the changes mentioned in the chapter below.

The preparation of the condensed consolidated interim financial statements requires management judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses as well as disclosure of contingent assets and liabilities.

Although these judgments, estimates and assumptions are based on management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

In these condensed consolidated interim financial statements significant estimates and assumptions made by management are not different from those made in the consolidated financial statements for the year ended December 31, 2014.

Income taxes are recognized based on best estimate of the weighted average annual tax rate for 2015.

The Group operates in markets where no significant seasonal or cyclical variations in revenue are experienced during the financial year.

For the condensed consolidated interim financial statements, a EUR/CHF exchange rate of 1.040 and a USD/CHF exchange rate of 0.930 was applied at the end-of-period (31 December 2014 EUR/CHF 1.202, USD/CHF 0.990). For the period an average exchange rate of EUR/CHF 1.103 and USD/CHF 0.966 was applied (previous period: EUR/CHF 1.229, USD/CHF 0.916).

### **Changes in accounting policies**

As of January 1, 2015, u-blox adopted various amended International Financial Reporting Standards (IFRS), none of which have a material impact on the consolidated financial statements of u-blox.

## 2 Segment information

(in CHF 000s)	Positioning and wireless products		Wireless services		Total segments		Non-allocated/ eliminations		Group	
	January – June		January – June		January – June		January – June		January – June	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue third	161'760	121'532	152	93	161'912	121'625	0	0	161'912	121'625
Revenue intragroup	0	0	12'655	9'434	12'655	9'434	-12'655	-9'434	0	0
<b>Total revenue</b>	<b>161'760</b>	<b>121'532</b>	<b>12'807</b>	<b>9'527</b>	<b>174'567</b>	<b>131'059</b>	<b>-12'655</b>	<b>-9'434</b>	<b>161'912</b>	<b>121'625</b>
EBITDA	33'468	25'420	3'106	2'288	36'574	27'708	-33	-421	36'541	27'287
Depreciation	-2'691	-2'122	-873	-801	-3'564	-2'923	0	0	-3'564	-2'923
Amortization	-7'949	-4'902	-235	-664	-8'184	-5'566	0	0	-8'184	-5'566
<b>EBIT</b>	<b>22'828</b>	<b>18'396</b>	<b>1'998</b>	<b>823</b>	<b>24'826</b>	<b>19'219</b>	<b>-33</b>	<b>-421</b>	<b>24'793</b>	<b>18'798</b>
Financial income									198	1'090
Finance costs									-6'502	-385
<b>EBT</b>									<b>18'489</b>	<b>19'503</b>
	June 30, 2015	Dec. 31, 2014	June 30, 2015	Dec. 31, 2014	June 30, 2015	Dec. 31, 2014	June 30, 2015	Dec. 31, 2014	June 30, 2015	Dec. 31, 2014
Assets	229'902	223'485	13'051	13'460	242'953	236'945	98'567	64'802	341'520	301'747

### 3 Acquisition of subsidiary

The following business combination took place during the six month period ended June 30, 2015:

#### Asset deal from Lesswire, Berlin

At January 1, 2015 u-blox AG acquired from Lesswire, a company specializing in short range radio communication modules the following business.

The acquired part of Lesswire established itself as a successful player in the Vehicle-to-Vehicle (V2V) communication systems markets worldwide. With the asset deal u-blox took over 9 employees at the purchase date. The company is headquartered in Berlin, Germany. Lesswire products are an excellent complement to the existing portfolio of u-blox and will benefit from u-blox's worldwide market presence.

The business combination deal has the following provisional effect on the Group's assets and liabilities:

(in CHF 000s)	Acquired assets and liabilities at fair value
Inventory	224
Property, plant and equipment	121
Intangible assets	
Acquired technology	3'093
Customer relationship	534
Intellectual property	361
<b>Total assets</b>	<b>4'333</b>
<b>Net assets</b>	<b>4'333</b>
Goodwill	3'483
<b>Total consideration transferred</b>	<b>7'816</b>
Paid in cash 2014	-7'455
Paid in cash 2015	-361
Cash and cash equivalents acquired	0
<b>Acquisition of subsidiary, net of cash acquired</b>	<b>-7'816</b>

The goodwill represents intangible assets that do not qualify for a separate recognition as well as the assembled workforce of Lesswire. The goodwill is fully allocated to the Positioning and Wireless products segment and expected to be deductible for tax purposes.

The assets were transferred to the newly founded company u-blox Berlin GmbH.

The following business combination took place during the six months period ended June 30, 2014:

#### Acquisition of connectBlue AB, Malmö

At May 19, 2014 u-blox AG acquired 100% of the shares of connectBlue, a company specializing in short range radio communication modules. ConnectBlue established itself as a player in the short range radio markets worldwide and employed 35 employees as of the acquisition date. The company is headquartered in Malmö, Sweden.

Due to the timing of the acquisition, the final allocation of the purchase price is not yet finalized - especially the value of the acquired technology, R&D costs as well as the resulting goodwill is subject to further assessment.

The acquisition had the following provisional effect on the Group's assets and liabilities:

(in CHF 000s)	<b>Identifiable assets acquired and liabilities assumed at fair value</b>
Cash and cash equivalents	1'548
Trade accounts receivable	1'237
Inventory	611
Other receivables	212
Prepaid expenses and accrued income	147
Property, plant and equipment	248
Intangible assets	
Orderbook	2'720
Acquired technology	6'562
Capitalized development costs	224
Deferred tax assets	930
<b>Total assets</b>	<b>14'439</b>
Trade accounts payables	-745
Other payables	-19
Accrued expenses	-990
Deferred tax liabilities	-2'042
<b>Net assets</b>	<b>10'643</b>
Goodwill	15'625
<b>Total consideration transferred</b>	<b>26'268</b>
Settled by	
Cash payment	25'142
Cash net debt adjustment deferred	1'126
<b>Total consideration transferred</b>	<b>26'268</b>
Paid in cash	-25'142
Cash and cash equivalents acquired	1'548
<b>Acquisition of subsidiary, net of cash acquired</b>	<b>-23'594</b>

The fair value of the receivables is equal to the gross contractual amounts. All receivables are expected to be collectible.

The goodwill represents intangible assets that do not qualify for a separate recognition as well as the assembled workforce of connectBlue AB. The goodwill is fully allocated to the positioning and wireless products segment.

## 4 Non-current borrowing

At April 23, 2015, u-blox issued a bond for CHF 60.0 million (net cash inflow of CHF 59.2 million) with a coupon of 1.625% and a term to maturity of 6 years.

## 5 Finance cost

The main part of the finance cost consists of foreign exchange losses after Swiss National Bank's decision to no longer defend the CHF/EUR minimum exchange rate.

## 6 Financial instruments

### Carrying amounts and fair values of financial instruments

The carrying amounts and fair values of financial assets and financial liabilities as at June 30, 2015 are as follows:

(in CHF 000s)	Carrying amount June 30, 2015	Fair Value June 30, 2015	Carrying amount Dec 31, 2014	Fair Value Dec 31, 2014
<b>Cash and cash equivalents</b>	<b>74'729</b>	<b>74'729</b>	<b>37'662</b>	<b>37'662</b>
Trade accounts receivable	39'767	39'767	38'842	38'842
Other receivables	2'182	2'182	6'591	6'591
Accrued income	1'930	1'930	1'706	1'706
Financial assets	592	592	584	584
<b>Loans and receivables</b>	<b>44'471</b>	<b>44'471</b>	<b>47'723</b>	<b>47'723</b>
Marketable securities	16'862	16'862	21'730	21'730
<b>Financial assets at fair value through profit or loss</b>	<b>16'862</b>	<b>16'862</b>	<b>21'730</b>	<b>21'730</b>
Trade accounts payable	19'676	19'676	28'623	28'623
Other payables - other	4'805	4'805	1'128	1'128
Current loans	0	0	20'000	20'000
Accrued expenses	6'361	6'361	7'585	7'585
<b>Liabilities at amortized costs</b>	<b>30'842</b>	<b>30'842</b>	<b>57'336</b>	<b>57'336</b>
Other payables - contingent consideration	1'934	1'934	1'934	1'934
Borrowings non-current	59'218	61'080	0	0
<b>Liabilities designated at fair value through profit and loss</b>	<b>61'152</b>	<b>63'014</b>	<b>1'934</b>	<b>1'934</b>

### Fair value hierarchy

The different levels of financial instruments carried at fair value have been defined as follows in the table below:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or the liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for assets or liabilities that are not based on observable market data (unobservable inputs).

<b>June 30, 2015</b> (in CHF 000s)	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Marketable securities	16'862	16'862	0	0
<b>Total assets</b>	<b>16'862</b>	<b>16'862</b>	0	0
Other payables - contingent consideration	1'934	0	0	1'934
Non-current borrowings	61'080	61'080	0	0
<b>Total liabilities</b>	<b>63'014</b>	<b>61'080</b>	<b>0</b>	<b>1'934</b>
<b>December 31, 2014</b> (in CHF 000s)	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Marketable securities	21'730	21'730	0	0
<b>Total assets</b>	<b>21'730</b>	<b>21'730</b>	0	0
Other payables - contingent consideration	1'934	0	0	1'934
<b>Total liabilities</b>	<b>1'934</b>	<b>0</b>	<b>0</b>	<b>1'934</b>

## 6 Dividend

On April 28, 2015 the Annual General Meeting of u-blox Holding AG approved a gross dividend of CHF 1.60 per share. A total dividend amount of CHF 10.7 million was paid out on May 5, 2015.

## 7 Guarantees, pledges in favor of third parties and other contingent liabilities

At June 30, 2015 and December 31, 2014 there were no guarantees in favour of third parties. The group is not exposed to any significant other contingent liabilities. There is no known threatened or pending litigation against any group company.

## 8 Subsequent events

There have been no events between June 30, 2015 and the date of authorization of these condensed consolidated interim financial statements that would lead to an adjustment of the carrying amounts of assets and liabilities presented as of June 30, 2015 or would otherwise have to be disclosed.

The Board of Directors authorized on September 3, 2015 these condensed consolidated interim financial statement for publication.



# Information for investors

## u-blox Holding AG

### Ticker details for u-blox shares

- |                      |                    |
|----------------------|--------------------|
| • Listing            | SIX Swiss Exchange |
| • Ticker symbol      | UBXN               |
| • ISIN-No.           | CH0033361673       |
| • Swiss Security-No. | 3336167            |
| • Reuters            | UBXN.S             |
| • Bloomberg          | UBXN:SW            |

## Corporate address

u-blox Holding AG  
Zürcherstrasse 68  
8800 Thalwil  
Switzerland  
Phone +41 44 722 74 44  
Fax +41 44 722 74 47

## Investor relations

Roland Jud  
Chief Financial Officer  
E-mail: [roland.jud@u-blox.com](mailto:roland.jud@u-blox.com)

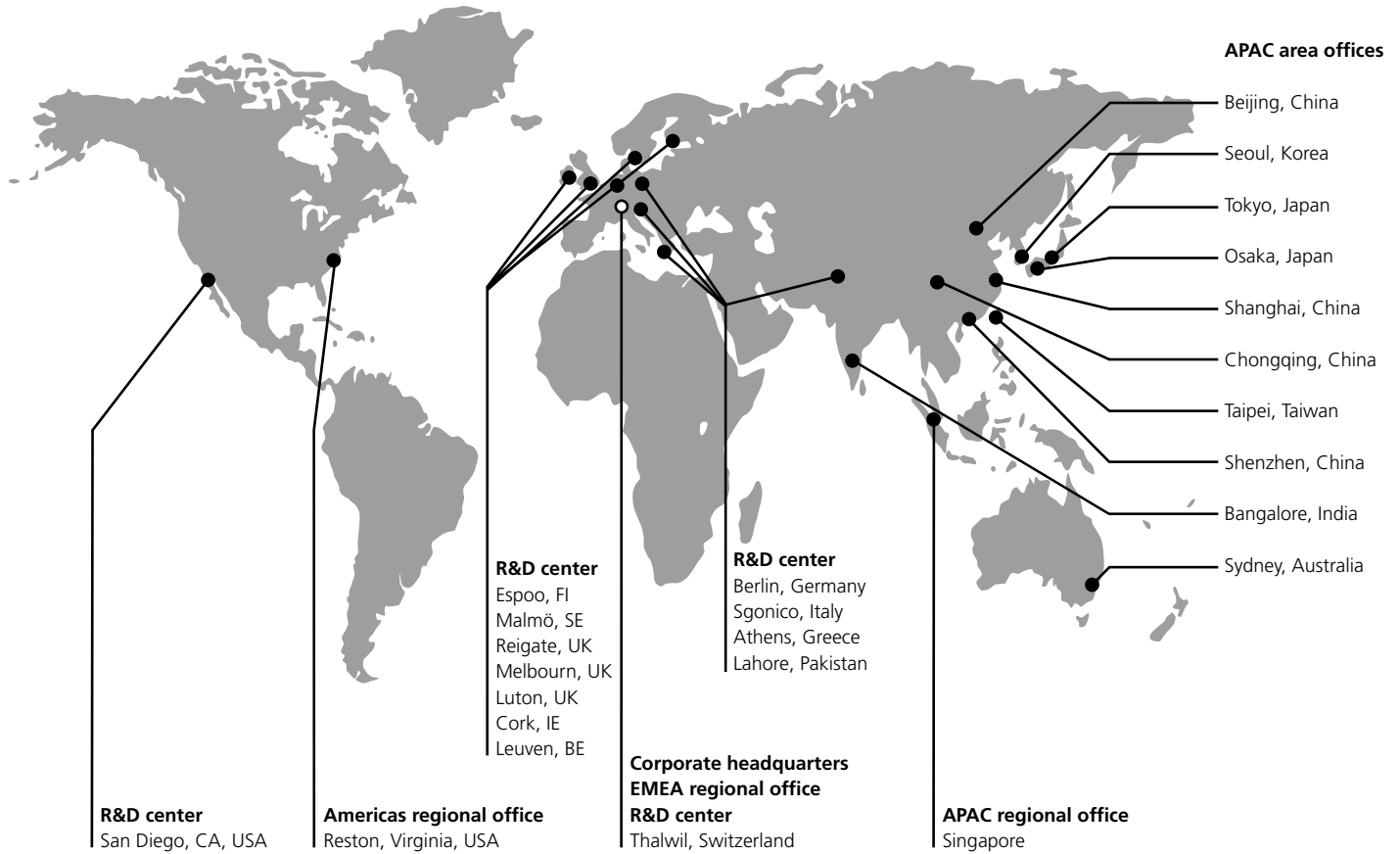
## Website

[www.u-blox.com](http://www.u-blox.com)

## Financial calendar

- |                          |                |
|--------------------------|----------------|
| • Full year results 2015 | March 18, 2016 |
| • Annual General Meeting | April 26, 2016 |

# Worldwide presence



## Disclaimer

This document contains certain forward-looking statements. Such forward-looking statements reflect the current views of management and are subject to known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements of the u-blox Group to differ materially from those expressed or implied. These include risks related to the success of and demand for the Group's products, the potential for the Group's products to become obsolete, the Group's ability to defend its intellectual property, the Group's ability to develop and commercialize new products in a timely manner, the dynamic and competitive environment in which the Group operates, the regulatory environment, changes in currency exchange rates, the Group's ability to generate revenues and profitability, and the Group's ability to realize its expansion projects in a timely manner. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in this report. u-blox is providing the information in this release as of this date and does not undertake any obligation to update any forward-looking statements contained in it as a result of new information, future events or otherwise.

## Imprint

Publisher / Copyright: September 2015 u-blox Holding AG, Thalwil, Switzerland.