MID-YEAR REPORT

2011

9 August 2011

DEAR SHAREHOLDERS

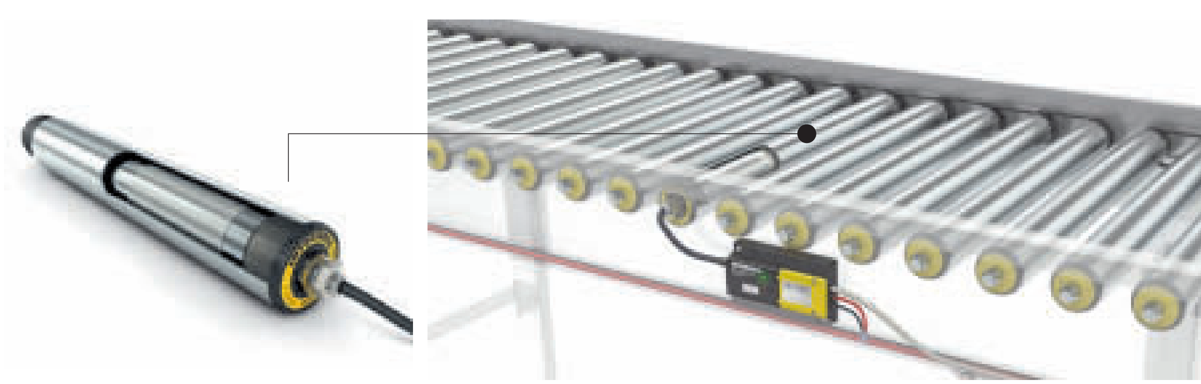
Overview – The Interroll Group

During the first half of 2011, net sales generated within the Interroll Group slightly increased by 0.3 %, from CHF 136.8 million in the first six months of 2010 to CHF 137.2 million in the period under review. In terms of local currency, sales revenue rose significantly by 14.3 %. Almost without exception, every product group and region delivered a contribution to this favourable outcome. In comparison with the same period last year, order intake rose by 6.4 % from CHF 144.6 million to CHF 153.9 million; expressed in local currency, this corresponds to an increase of 20.9 %. As at 30 June 2011, the book-to-bill ratio (new orders in relation to sales) stood at 1.12, compared to 1.06 as at 30 June 2010. Owing to the steep rise in the Swiss franc against all major currencies since the first half of last year, the consolidated financial statements compiled in CHF scarcely reflect these gains.

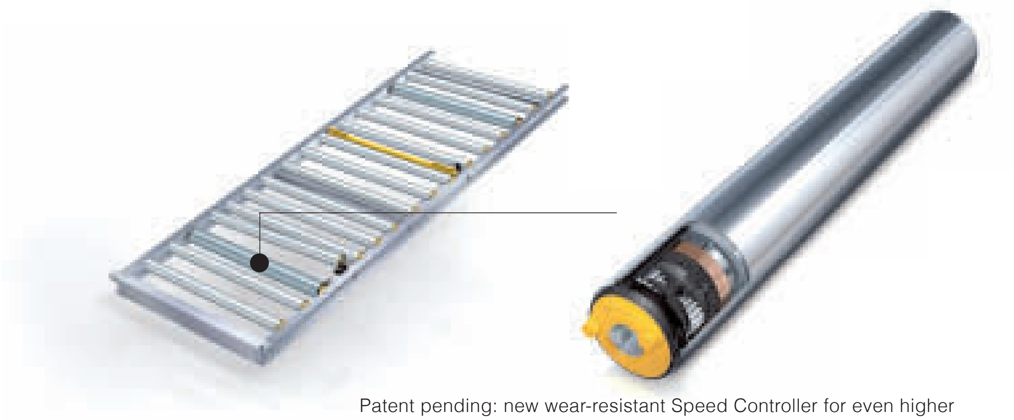
In brief
First semester 2011: Sales revenue increases despite steep rise in Swiss franc against major currencies. Profitability increases significantly.

To some extent, Interroll has been able to pass on the rising cost of materials to sales prices or absorb such rises through productivity increases. Earnings before interest, taxes, depreciation and amortisation (EBITDA) exceeded the previous year's value (CHF 15.2 million) by 35.2 % to stand at CHF 20.5 million at the end of June 2011. Comparing the two half-year periods, earnings before interest and taxes (EBIT) also rose sharply, from CHF 7.5 million to CHF 13.2 million. Net profit for the period increased by a similarly exponential 86.2 %, up from CHF 5.3 million to CHF 9.9 million.

Interroll succeeded in further improving customer value in the period under review thanks to the technical enhancement of products; new designs have also made products easier to install and more user friendly. As the iF Product Design Award 2011 and other distinctions and certificates have shown, the market is increasingly coming to regard Interroll as an innovation partner in the field of internal logistics. Alongside innovation, Interroll also pushed ahead with strategic projects such as the implementation of SAP during the reporting period.



New generation: new drive solution with RollerDrives, conveyor rollers driven via V-belt and decentralised intelligent control modules



Patent pending: new wear-resistant Speed Controller for even higher throughput in pallet flow storage

Major order from Procter & Gamble: flow storage modules for around 20,000 pallet positions

Financial position

The latest figures confirm the financial stability of the Interroll Group. Total assets amounted to CHF 219.3 million as at 30 June 2011, compared to CHF 211.3 million as at 31 December 2010. Investment in non-current assets stood at CHF 9.3 million in the period under review; this was mainly attributable to additional preparations for the introduction of SAP, final expansion work at the Centre of Excellence for conveyor rollers and the replacement of production facilities.

Current assets also increased as a result of the rise in sale revenue and the significant order backlog (work in progress), which contributed to the increase in net debt from CHF 12.9 million (at the end of 2010) to CHF 16.2 million. Comparing the two half-year periods, net cash from operating activities rose from CHF 4.4 million to CHF 5.8 million.

As Interroll announced on 22 October 2010, the business units were disbanded at the start of financial year with the introduction of a new Group structure, and the Group management was adapted accordingly (see also Interroll Annual Report 2010, section on Corporate Governance). The focus has now shifted to the revenue of product groups rather than business units. Capital expenditure and personnel resources will be devoted solely to the strategic product groups on the basis of market potential. Segment reporting includes revenue by product group and by region/country in line with IFRS 8.


Just-in-time conveyor roller production at Interroll in Wermelskirchen, Germany

"Drives" product group

The Drives product group (motors and drives for conveyor systems) performed very well in the first half of 2011, with revenue amounting to CHF 50.2 million (compared to CHF 46.3 million for the same period a year ago). Order intake rose 4.5 % year on year, from CHF 49.5 million to CHF 51.8 million. The Synchronous Drum Motor and the RollerDrive EC310 – new products with newly developed intelligent control units – both gained market share during the reporting period. The RollerDrive EC310 won the MM Logistik Award at the world-leading CeMAT logistics fair in Hanover in May 2011. Drum motors also made encouraging market share gains in the American food processing industry.

"Rollers" product group

Revenue generated from the sale of Conveyor Rollers rose from CHF 40.9 million in the comparable period of last year to CHF 42.1 million; expressed in the reporting currency, order intake remained largely unchanged at CHF 42.0 million. The new design of the conveyor rollers – which facilitates higher conveyor speeds and maximises running smoothness thanks to optimised concentricity – has already gained a strong foothold on the market. The dirt-resistant surface provides extra customer benefit by reducing the need for cleaning. The Group also saw an expansion in the field of applications in which conveyor rollers were deployed, including the packaging industry. Furthermore, Interroll made considerable progress with preparations for the launch of a new conveyor roller set – aimed specifically at light goods – in the second half of 2011.

"Conveyors & Sorters" product group

Revenue generated within the Conveyors & Sorters product group stood at CHF 21.8 million at the end of June 2011 (against CHF 23.8 million). Order intake rose by an outstanding 19.4 % on the same period last year, from CHF 24.2 million to CHF 28.9 million. The Group is looking to conclude a cooperation agreement with a Japanese systems integrator for a significant volume of powered conveyor modules. In April, Interroll was nominated by Siemens as a Top Supplier for 2011; thirty of around 1,200 key suppliers received the award this year in recognition of close cooperation and excellent performance. In the first half of 2011, Interroll businesses in the US served the growth market of airport security by fulfilling major orders for conveyor modules, which are designed to increase the flow of passengers through security checks.

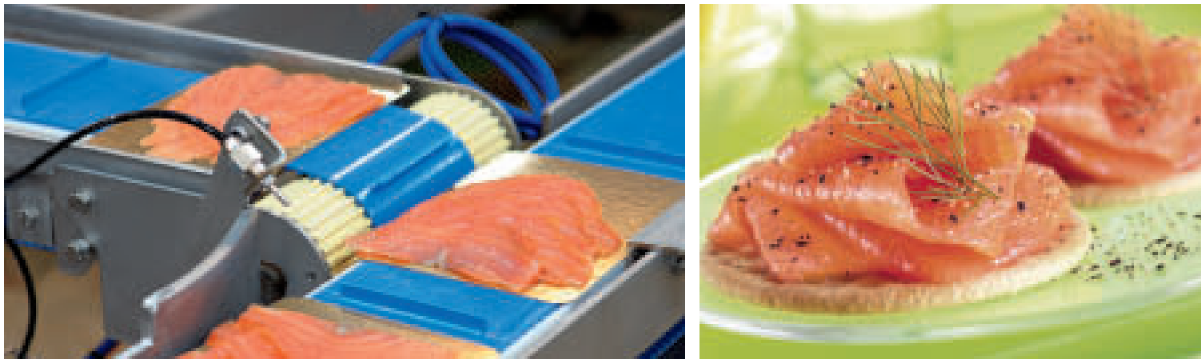
"Pallet & Carton Flow" product group

In the area of dynamic storage, a persistent reluctance to invest remained apparent in the first six months of 2011; revenue totalled CHF 23.1 million (CHF 25.9 million last year). Having said that, order intake rose by 10.5 % in half-yearly comparison, from CHF 28.1 million to CHF 31.0 million. Interroll also received a major order relating to dynamic storage solutions – encompassing some 20,000 pallet positions for the consumer goods group Procter & Gamble; the order will be fulfilled in partnership with Spanish company Mecalux. Procter & Gamble is aiming to expand the capacity of an existing distribution centre in Germany through this project. Another dynamic storage order was placed by a Swiss wholesale distributor. At the CeMAT fair in Hanover in May, Interroll showcased technology designed to raise productivity at distribution centres. The company presented dynamic storage innovations that included the new wear-resistant speed controller (for which a patent application has been filed). This world-first solution, which utilises completely new technology, raises throughput volume as much as fivefold, which in turn enables customers to handle products at greater speed.

Overview by region

Sales in Europe increased by 8.4 % in local currency terms in the first half of the year as Interroll gained significant market share in European countries. All product areas contributed to the growth, with the exception of palletising warehouse logistics. During the first six months, Interroll made preparations to establish a sales base within the emerging Turkish market – which offers highly promising opportunities and projects – in the second half of the year. Interroll is also pursuing a number of interesting projects in South Africa that should impact on order intake for the second six months.

Coveted MM Logistik Award: Georg Malina (left), Interroll Global Product Manager RollerDrives, Rollers & Controls, accepts the award for the new RollerDrive EC310 at CeMAT, the world's leading fair for internal logistics, in May 2011 in Hanover.



Ideal for high-frequency start-stop operation: new Synchronous Drum Motor as a conveyor belt drive for salmon processing

Interroll succeeded in expanding its North American market share significantly in the reporting period, especially in the product areas of Drives and Conveyors & Sorters; the company was awarded two follow-up orders from the online retailer Amazon and managed to raise the profile of its drum motors in the food processing industry. Interroll also concluded a sorter contract with a leading courier business. In South America, the recently established Interroll branch in Brazil received its first sorter contract; a crossbelt sorter will be deployed in the sales and distribution centre of a textiles firm.

In Asia, Interroll China secured the biggest order so far for belt curves in this region during the first half. The belt curves will be utilised by a service provider for courier and postal services. Interroll's branch in China has also taken up residence in a much larger factory with a production area of over 10,000 square metres; the new facility will be officially opened in September. Interroll appointed successor managers for its companies in South Korea and Japan; the current general managers of these firms are due to retire this year. Interroll opened a sales office in Jakarta during the first six months of this year with the intention of securing a larger share of the rapidly expanding Indonesian market.

Innovation

In May 2011, Interroll unveiled new and enhanced key products for internal logistics at the world-leading CeMAT logistics fair in Hanover. Interroll produces solutions that save energy and space, utilise decentralised intelligent control and promise high levels of user friendliness as well as quick returns on investment (two years on average). Interroll products also offer fast, easy and safe installation. New solutions unveiled included the aforementioned wear-resistant speed controller, which facilitates much higher pallet throughput in dynamic storage systems. The new cassette solution with drum motors also makes conveyor belts easier to install in checkout systems. During the first six months of 2011, Interroll carried out the final tests on other solutions in the field of electronic control systems for motors; they are to be launched in the second half. Offering fast installation and flexible conversion, these control units will increase the productivity of material flow systems considerably.

Outlook

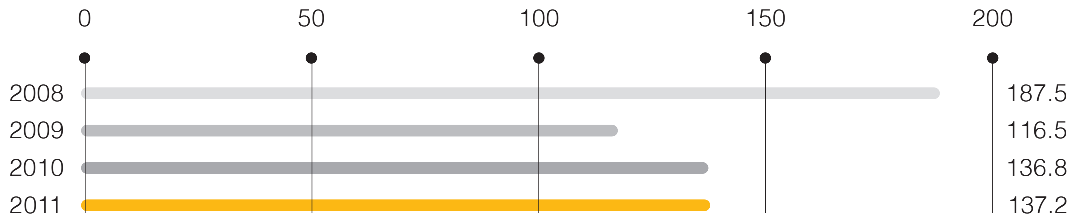
Given the volatility of raw material prices, the persistent reluctance to invest within key user markets and continuing currency fluctuations, Interroll is conservative in its outlook for the near future; the significant uncertainty that continues to underpin global economic trends shows no signs of abating. To consolidate our market position and ensure we are able to utilise market potential in both the short and the long term, we are purposely expanding our global network and promoting innovation at every opportunity. We are confident that this approach, allied with our years of expertise, will provide us with the basis on which to sustain success in the future. Geographically speaking, we are also expanding our activities in Asia and the USA. Consistently stringent cost management, further productivity increases and a strong financial basis will remain critical factors in the steady implementation of our long-term growth strategy.

Paul Zumbühl
Chief Executive Officer

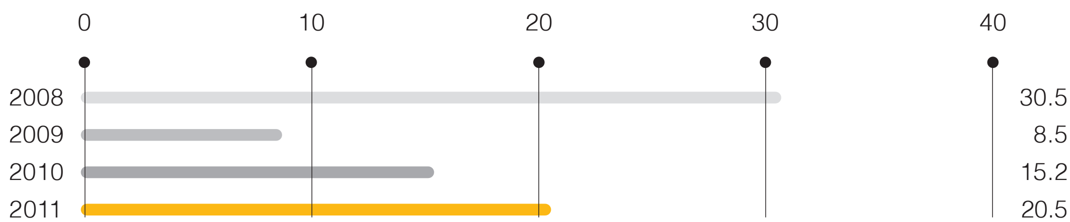
Kurt Rudolf
Chairman of the Board of Directors

All graphics depict January–June in million CHF

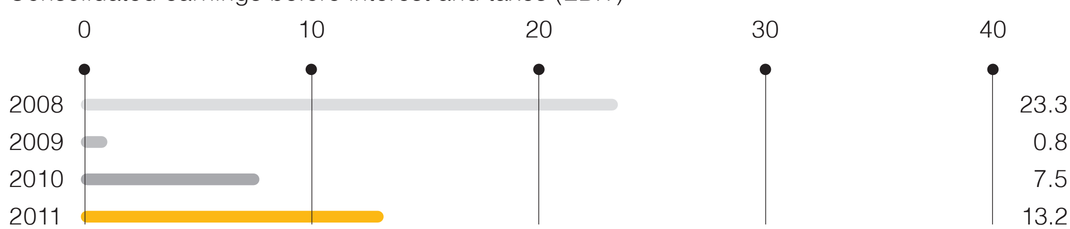
Consolidated net sales, Group



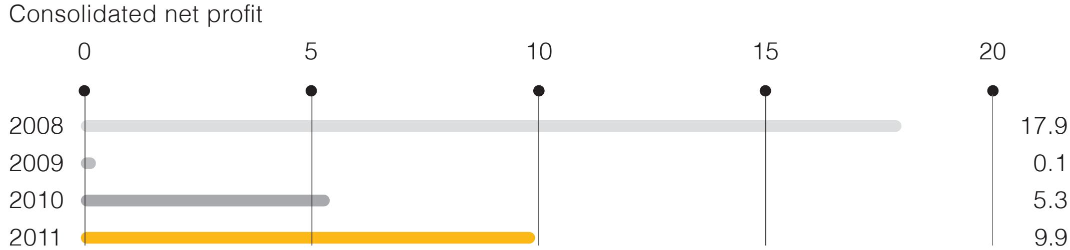
Consolidated earnings before interest, taxes, depreciation and amortisation (EBITDA)



Consolidated earnings before interest and taxes (EBIT)



Consolidated net profit



1 FINANCIAL INTERIM STATEMENTS OF INTERROLL GROUP

1.1 Consolidated statement of financial position

in thousands CHF	30.06.2011	in %	31.12.2010	in %	30.06.2010	in %
ASSETS						
Property, plant and equipment	78 752		82 945		84 363	
Other intangible assets	31 205		28 707		28 600	
Goodwill	8 907		9 281		10 049	
Financial assets	804		912		860	
Deferred tax assets	871		821		191	
Total non-current assets	**120 539**	**55.0**	**122 666**	**58.1**	**124 063**	**56.8**
Assets held for sale	1 050		1 088		1 198	
Inventories*	34 797		31 510		35 290	
Current tax assets	71		650		1 223	
Trade and other accounts receivable*	51 132		45 239		49 498	
Cash and cash equivalents	11 716		10 110		7 131	
Total current assets	**98 766**	**45.0**	**88 597**	**41.9**	**94 340**	**43.2**
Total assets	**219 305**	**100.0**	**211 263**	**100.0**	**218 403**	**100.0**
EQUITY AND LIABILITIES						
Share capital	8 540		8 540		8 540	
Capital reserves	26 808		27 577		27 952	
Total earnings	95 640		91 340		92 049	
Total equity	**130 988**	**59.7**	**127 457**	**60.3**	**128 541**	**58.9**
Financial liabilities	5 486		5 600		1 313	
Deferred tax liabilities	10 741		10 580		9 429	
Provisions	6 225		7 298		6 627	
Total non-current liabilities	**22 452**	**10.3**	**23 478**	**11.1**	**17 369**	**7.9**
Financial liabilities	22 472		17 388		16 189	
Current tax liabilities	2 782		5 805		5 164	
Trade and other accounts payable	40 611		37 135		51 140	
Total current liabilities	**65 865**	**30.0**	**60 328**	**28.6**	**72 493**	**33.2**
Total liabilities	**88 317**	**40.3**	**83 806**	**39.7**	**89 862**	**41.1**
Total liability and shareholder's equity	**219 305**	**100.0**	**211 263**	**100.0**	**218 403**	**100.0**

* In line with the annual report 2010, advanced payments on inventory were reallocated from inventories to trade and other accounts receivable as per June 30th, 2010.

1.2 Consolidated income statement

in thousands CHF	Jan. – Jun. 2011	in %	Jan. – Jun. 2010	in %	Variance	in %
Net Sales	**137 208**	**100.0**	**136 799**	**100.0**	**409**	**0.3**
Material expenses	–58 681	–42.8	–53 824	–39.3		
Personnel expenses	–41 476	–30.2	–42 201	–30.8		
Increase/(Decrease) in work in progress, finished products and own goods capitalised	2 772	2.0	–3 031	–2.2		
Other operating expenses	–23 742	–17.3	–26 906	–19.7		
Other operating income	4 429	3.2	4 335	3.2		
Operating result before depreciation and amortisation (EBITDA)	**20 510**	**14.9**	**15 172**	**11.1**	**5 338**	**35.2**
Depreciation	–5 207	–3.8	–5 334	–3.9		
Operating result before amortisation (EBITA)	**15 303**	**11.2**	**9 838**	**7.2**	**5 465**	**55.5**
Amortisation	–2 121	–1.5	–2 323	–1.7		
Operating result (EBIT)	**13 182**	**9.6**	**7 515**	**5.5**	**5 667**	**75.4**
Financing expenses	–953	–0.7	–279	–0.2		
Financing income	474	0.3	1 032	0.8		
Financing result, net	**–479**	**–0.3**	**753**	**0.6**	**–1 232**	**–163.6**
Result before income taxes	**12 703**	**9.3**	**8 268**	**6.0**	**4 435**	**53.6**
Income tax expense	–2 812	–2.0	–2 955	–2.2		
Result	**9 891**	**7.2**	**5 313**	**3.9**	**4 578**	**86.2**
Earnings per share (in CHF)						
Non-diluted earnings per average share outstanding	12.50		6.85		5.65	82.5
Diluted earnings per average share outstanding	12.34		6.85		5.49	80.1

1.3 Consolidated statement of comprehensive income

in thousands CHF	Jan. – Jun. 2011	Jan. – Jun. 2010
Result	**9 891**	**5 313**
Currency translation differences	–7 626	–8 357
Other Comprehensive income, net of taxes	**–7 626**	**–8 357**
Total comprehensive income for the period	**2 265**	**–3 044**

1.4 Consolidated statement of cash flows

in thousands CHF	Jan. – Jun. 2011	Jan. – Jun. 2010
Result	**9 891**	**5 313**
Depreciation, amortisation and impairment	7 328	7 657
Loss/(gain) on disposal of tangible and intangible assets	–6	84
Financial result, net	479	–753
Income taxes	2 812	2 955
Changes in working capital	–9 059	–7 015
Changes in provisions, net	–696	650
Income taxes paid	–5 376	–4 054
Personnel expenses on share based payments	724	1 234
Other non-cash (income)/expenses	–331	–1 697
Cash flow from operating activites	**5 766**	**4 374**
Acquisition of property, plant and equipment	–5 058	–8 887
Acquisition of intangible assets	–4 240	–4 034
Acquisition of financial assets	–	–11
Proceeds from disposal of property, plant and equipment	224	169
Settlement of loans receivable	36	89
Acquisition of business activities, net of cash acquired	–931	–
Interests received	48	59
Cash flow from investing activities	**–9 921**	**–12 615**
Free cash flow	**–4 155**	**–8 241**
Distribution from reserves from capital contributions	–3 966	–
Acquisition of own shares	–1 060	–
Disposal of own shares	5 478	1 137
Proceeds from financial liabilities	7 098	6 644
Repayment of financial liabilities	–608	–472
Interests paid	–296	–438
Cash flow from financing activities	**6 646**	**6 871**
Translation adjustment on cash and cash equivalents	–885	114
Change in cash and cash equivalent	**1 606**	**–1 256**
Cash and cash equivalent at January 1	10 110	8 387
Cash and cash equivalent at June 30	**11 716**	**7 131**

1.5 Consolidated statement of changes in equity

in thousands CHF	SHARE CAPITAL	SHARE PREMIUM	RESERVE FOR OWN SHARES	TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL EARNINGS	TOTAL EQUITY
Balance at January 1, 2010	**12 810**	**28 145**	–32 386	–20 422	144 877	**92 069**	**133 024**
Result					5 313	**5 313**	**5 313**
Translation adjustments				–8 357		**–8 357**	**–8 357**
Other comprehensive income, net of taxes	**–**	**–**	–	–8 357	–	**–8 357**	**–8 357**
Comprehensive income	**–**	**–**	–	–8 357	5 313	**–3 044**	**–3 044**
Reduction in par value	**–4 270**		386			**386**	**–3 884**
Share based payment transaction		**325**	909			**909**	**1 234**
Changes in own shares, incl. tax effects		**–518**	1 729			**1 729**	**1 211**
Balance at June 30, 2010	**8 540**	**27 952**	–29 362	–28 779	150 190	**92 049**	**128 541**
Balance at December 31, 2010	**8 540**	**27 577**	–27 959	–40 001	159 300	**91 340**	**127 457**
Result					9 891	**9 891**	**9 891**
Translation adjustments				–7 626		**–7 626**	**–7 626**
Other comprehensive income, net of taxes	**–**	**–**	–	–7 626	–	**–7 626**	**–7 626**
Comprehensive income	**–**	**–**	–	–7 626	9 891	**2 265**	**2 265**
Distribution from reserves from capital contributions		**–3 966**					**–3 966**
Reclassification		**4 504**			–4 504	**–4 504**	**–**
Share based payment transaction		**–254**	978			**978**	**724**
Changes in own shares, incl. tax effects		**–1 053**	5 561			**5 561**	**4 508**
Balance at June 30, 2011	**8 540**	**26 808**	–21 420	–47 627	164 687	**95 640**	**130 988**

2 NOTES TO THE CONSOLIDATED FINANCIAL INTERIM STATEMENTS

2.1 Basis of the consolidated financial statements

Convention of preparation

The condensed, unaudited consolidated interim financial statements as per June 30, 2011 have been prepared in accordance with IAS 34 ("interim period") and are based on the uniform financial statements of INTERROLL HOLDING LTD. and its subsidiaries ("the Group"). All statements are prepared based on uniform Group accounting principles. This interim statement reflects an update of previously published information. Therefore, it should always be read in conjunction with the annual report 2010. The interim report 2011 was approved by the Board of Director on July 27, 2011.

The Interroll Group has introduced the new IFRIC 19 which came into force as per January 1st, 2011. As well, the amended standards and interpretations (IFRS 1, IFRS 3, IAS 1, IAS 24, IAS 27, IAS 32, IAS 34, IFRIC 13, IFRIC 14) were adopted. There was no significant impact in the disclosure and reporting of this interim statement from the adoption of the new and amended standards and interpretations.

Advanced payments paid amounting to CHF 1.0 million which relate to the acquisition of material/stock are disclosed under the balance sheet position "Trade and other accounts receivable" and no longer under "Inventories". The previous year's figures as per 30th June 2010 have been adjusted accordingly. As per year-end 2010 this reclassification had already been incorporated into the consolidated statement of financial position.

Foreign currency translation

The following most important exchange rates were used for the translation of financial statements denominated in foreign currencies:

	INCOME STATEMENT (AVERAGE RATES)			BALANCE SHEET (BALANCE SHEET DATE RATES)		
	Jan. – Jun. 2011	**Jan. – Jun. 2010**	Change in %	**30.06.2011**	**31.12.2010**	Change in %
1 EUR	1.268	1.429	–11.3	1.206	1.252	–3.6
1 USD	0.891	1.088	–18.1	0.833	0.934	–10.9
1 CAD	0.916	1.048	–12.6	0.860	0.939	–8.4
1 GBP	1.451	1.652	–12.1	1.339	1.458	–8.1
1 SGD	0.713	0.780	–8.6	0.677	0.728	–7.0
1 CNY	0.137	0.160	–14.4	0.129	0.142	–9.1
1 PLZ	0.320	0.357	–10.5	0.302	0.316	–4.4
1 THB	0.029	0.033	–12.0	0.027	0.031	–12.9
1 ZAR	0.130	0.144	–10.0	0.123	0.142	–13.5

New or amended IAS/IFRS standards and interpretations

The IASB has published new and revised standards and interpretations. These come into force later than 2012 and are not early adopted in this financial statement. The impact of the introduction resp. amendment of IFRS 9 (financial instruments, as per 1.1.2013) as well as of IAS 12 (deferred tax, as per 1.1.2012) cannot yet be assessed with sufficient certainty. Based on a first assessment, the Group Management does not expect significant impacts on the consolidated financial statements from the other new (FRS 10, IFRS 11, IFRS 12, IFRS 13) or amended (IFRS 7, IAS 12, IAS 1, IAS 19, IAS 27, IAS 28) standards and interpretations.

Critical accounting estimates and judgments

The preparation of the consolidated interim financial statements requires management to make estimates, assumptions and judgments for the determination of income, expenses, assets, liabilities and for the disclosure of contingent liabilities. Such estimates, which are based on the management's best knowledge and belief at the reporting date, may deviate from actual circumstances. In such a case, they will be modified as appropriate in the period in which the circumstances change.

Segment reporting

As per 1st January 2011 the Interroll Group has simplified its operational management structure and has given up its former divisional structure. With the new operational structure, previous segments were suspended and the Group Management was realigned.

The Interroll Group consists now of one single business unit. All total product range is sold in all markets through the respective local sales organisation. The customer groups being OEMs, system integrators and endusers are taken care by tailor-made product offerings and differentiated consulting levels. The Interroll manufacturing units focus on the production of specific product ranges. Assembly units receive semi-finished products from the manufacturing units and assemble a wide product range for their local markets. The Interroll Research Center, which is centrally located, develops new application technologies and new products for all product groups. The manufacturing units continuously develop further the current product ranges they are focused on.

The Group Management and the Interroll management structure are organized by functions (overall management, Products & Technology, Global Sales and Services, marketing, finance and IT). The financial management of the Group by the Board of Directors is effected on one hand by turnover of the product groups and geographical markets and on the other hand by the reporting of the consolidated financial statements. The Group Management additionally assesses the achievement of financial and qualitative targets of all subsidiaries.

Based on the new management structure, financial reporting is carried out in line with IAS 8 in one reportable segment since 1st January 2011. The previous period was adjusted accordingly.

2.2 Accounting policies and standards

Acquisitions of consolidated subsidiaries resp. business activities

As per 1 January 2011 the business activities of the former licensing partner in Australia (CSA Conveyors) were acquired by the existing Interroll entity in Australia.Intangible and tangible assets at fair value amounted to CHF 1.1 million whereof half was paid in November 2010 and the other half in January 2011. Furthermore the last installment of CHF 0.4 million related to the acquisition of BDL France dated back in year 2006 has been transferred.

In the previous year interim period there was no acquisition of subsidiaries or business activities respectively. There were also no payments due from previous acquisitions.

Fair value of net assets acquired

in thousands CHF	Jan. – Jun. 2011 Fair value	Jan. – Jun. 2010 Fair value
Property, plant and equipment	170	–
Intangible assets	875	–
Total non-current assets	**1 045**	**–**
Inventory	331	–
Total current assets	**331**	**–**
Total assets	**1 376**	**–**
Deferred tax liabilities	262	–
Total liabilities	**262**	**–**
Total net assets acquired	**1 114**	**–**
Goodwill acquired	–	–
Total acquisition costs	**1 114**	**–**

Settlement of acquisition costs

in thousands CHF	Jan. – Jun. 2011	Jan. – Jun. 2010
Settled by cash and cash equivalents	–1 114	–
Total acquisition costs	**–1 114**	**–**

Cash flow from acquisitions of business activities

in thousands CHF	Jan. – Jun. 2011	Jan. – Jun. 2010
Settled by cash and cash equivalents	–1 114	–
Paid in previous periods as advanced payments	570	–
Settlement of last installment for BDL France	–387	–
Net cash flow from acquisitions of business activities	**–931**	**–**

Other changes in the consolidation range

In the period under review no changes in the consolidation range have taken place.

In the previous year period assets and liabilities of Inroll Ltd., British Virgin Islands were transferred into Interroll (Schweiz) AG as per June 1, 2010. Inroll Ltd. was thereafter liquidated. Furthermore Interroll Holding A/S was merged with its subsidiary Interroll Joki A/S as per end of May 2010. Also Interroll Financial Canada Ltd. in Aurora/Toronto was merged with its subsidiary Interroll Components Canada Ltd., Concord/Toronto as per January 1, 2010. Assets of Interroll DS Asia Pacific Co., Thailand were transferred into Interroll (Thailand) Co. Bangkok. Interroll (Malaysia SDN. BHD. was liquidated in late 2010.

2.3 Segment information

Net sales by geographical markets

Turnover by product groups according to geographical markets is presented as follow:

in thousands CHF	Jan. – Jun. 2011	in %	Jan. – Jun. 2010	in %
Other Europe, Middle East, Africa	61 500	44.8	68 503	50.1
Germany	26 745	19.5	22 913	16.7
Switzerland	2 361	1.7	2 591	1.8
Total Europe, Middle East, Africa	**90 606**	**66.0**	**94 007**	**68.7**
USA	23 440	17.2	23 270	17.0
Other Americas	10 221	7.4	6 162	4.5
Total Americas	**33 661**	**24.6**	**29 432**	**21.5**
Asia incl. Australia	12 941	9.4	13 360	9.8
Total Asia and Pacific	**12 941**	**9.4**	**13 360**	**9.8**
Total Group	**137 208**	**100.0**	**136 799**	**100.0**

Material turnover with specific customers

Turnover is realized with more than 10 000 customers. There is no customer achieving a turnover of more than five per cent of Group sales.

Turnover by product group

Turnover realised in the first half year by product group is presented as follow:

in thousands CHF	2011	in %	2010	in %	2009	in %
Drives	50 302	36.6	46 257	33.8	41 938	36.2
Rollers	42 062	30.7	40 864	29.9	38 032	32.8
Conveyors & Sorters	21 770	15.9	23 794	17.4	16 497	14.2
Pallet- & Carton Flow	23 074	16.8	25 884	18.9	19 515	16.8
Total Group	**137 208**	**100.0**	**136 799**	**100.0**	**115 982**	**100.0**

2.4 Notes to the consolidated statement of financial position

Consolidated statement of financial position

Total assets increased compared to the year end 2010 by CHF 8.0 million. The rise relates to increased working capital resulting from higher turnover. Also the finalization of the competence center extension in Wermelskirchen/Germany and the continuous investments into the new ERP system (SAP) further contributed to the total asset increase in local currency.

Investments/capital expanditures

Investments are mainly related to the extension of the factory in Wermelskirchen, the implementation of the new ERP-System (SAP) and the acquisition of assets from the former licensee partner in Australia.

In line with IAS 36, goodwill and other intangible assets are subject to an annual impairment test. These tests are normally performed in the second half of the year. Currently, no evidence exists for impairment.

Net financial liabilities (net debt)

The net debts as per end of the reporting period increased by CHF 3.4 million compared to the year end 2010. The funds were used to finance the business activities. The funds are raised on short term loans.

The total credit lines available as per end of the reporting period amount to CHF 86.2 million, of which CHF 58.2 million remain unused. From these credit lines CHF 40 million are committed until March 2012 under condition that debt covenants are complied with.

The debt covenants that have not been changed since year end 2010 have always been complied with during the interim period as well as during the previous year period.

Equity

Equity increased by CHF 3.5 million to CHF 131.0 million compared to the previous year end. The result has largly been offset by negative translationimpacts. The distribution of reserves from capital contributions of net CHF 4.0 million took place on May 20th, 2011 and has been debited accordingly to the equity. The equity ratio as per end of the interim period corresponds to 59.7 % (year end 2010: 60.3 %).

2.5 Notes to the consolidated income statement

Net sales

Net sales in reporting currency have increased by 0.3% to CHF 137.2 million compared to the previous year's period. Excluding negative foreign currency effects the increase represents a growth of 14.3%. The negative translation effects mainly result from EURO and US Dollar. Turnover from the acquired former business activities of the former license partner in Australia was CHF 1.2 million.

Personnel expenses

No expenses incurred for the option plan in the period under review. In the previous year's period an amount of CHF 0.7 million was included which related to the extension of the exercise- and blocking period of the management share option.

Earnings before interest and taxes (EBIT)

The operating profit EBIT increased from CHF 7.5 million in the previous year period to CHF 13.2 million in the current interim period which results in a margin of 9.6% (previous year period: 5.5%). Volume effects and a strict cost control contributed to the positive result improvement despite of high price increases for raw materials such as steel, copper and polymers. Sales prices could only be partly adjusted and with a time-delay.

Financial result and Income tax expense

The net financial expense of CHF 0.5 million resulted from foreign exchange losses which mainly relate to intercompany loans. The net interest expense of CHF 0.3 million is in view of the moderate net debts low. The Interroll Group is due its decentralised structure generally not much exposed to currency fluctuations. In the previous year period a net financial income of CHF 0.8 million was presented.

Income tax expense is recognized based upon the best estimates of the weighted average annual income tax rate for the full financial year. The tax rate presented in the interim report generally contains tax recoveries/-adjustment charges from previous years. It is also influenced by distinguished assessment of future realizable losses carried forward. In the period under review no material tax income/charges resulting from previous years were incurred.

Result

The profit presented for the reporting period amounts to CHF 9.9 million (previous year: CHF 5.3 million). The result from acquisition is immaterial in both, the reporting and the previous year.

2.6 Notes to the consolidated statement of cash flows

Cash flow from operating activities

The cash flow from operating activities amounts to CHF 5.8 million (previous year's period: CHF 4.4 million). Increased sales resulted on one hand in higher trade receivables. On the other hand more material to stock was acquired before supplier prices were increased which contributed to a temporarily higher working capital.

Cash flow from investing activities

For investments into buildings, machinery, acquisitions and the new ERP system CHF 9.3 million (previous year's period: CHF 12.9 million) were spent (see "notes to the consolidated statement of financial position").

Cash flow from financing activities

The payment from reserves from capital contribution for the net amount of CHF 4.0 million was processed in May 2011 and is therefore included in the cash flow statement.

2.7 Notes to the consolidated statement of changes in equity

Capital contributions

The decision of the ordinary general shareholder meeting from May 13th, 2011 to distribute CHF 5 per share from reserves from capital contributions was executed on May 20th, 2011.

Furthermore and in line with the decision of the general shareholder meeting from May 13th, 2011, share premium was credited CHF 4.5 million with respective debit in retained earnings.

Option plan

In the period under review 2 464 management share options were excercised. In the previous year period the option was not yet exercisable. No additional options were attributed.

Assignment of equity instruments

Equity compensation to members of the management in the amount of CHF 0.7 million (previous year: CHF 0.5 million) was expensed.

3 FURTHER DISCLOSURES AND INFORMATION

Events after the balance sheet date, seasonality

The Group did not identify any events after the closing date of the interim statement that would have a material effect on the presentation of its financial position as at June 30, 2011.There are no other facts which require disclosure according to IAS 34.

The industry in which the Group operates does not have significant seasonal variations which would result in a materially different result in the second half year compared to the reporting period. However, current difficult economical environment can have an impact on the short term profitability.

Contingent liabilities

There were no contingent liabilities in the period under review.

Financial Calendar

January 25, 2012	Sales and order income results for the annual year 2011
March 23, 2012	Press conference for the business year 2011
May 11, 2012	General assembly for the business year 2011

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Impressum

Concept and coordination:
Interroll Holding LTD., Investor Relations
Layout/DTP:
Victor Hotz AG, Corporate Publishing & Print, Steinhausen

This annual report is also available in German.
The German version is binding.