

ISRA VISION AG: First half-year 2018/2019 – Double digit growth, revenues +10%, profitability +17%, EBT margin at 21%

ISRA right on track: Strong first half-year and high backlog confirm annual guidance

- Revenues rise to 70.9 million euros, up 10% (Q2-YTD-17/18: 64.7 million euros)
- EBT growth of 17% to 14.9 million euros (Q2-YTD-17/18: 12.7 million euros)
(Unless otherwise stated, this document shows EBITDA, EBIT and EBT before one-time acquisition costs.)
- Earnings margins further increased at high level:
 - EBITDA up 20%, margin at 34% of revenues and 31% of total output (Q2-YTD-17/18: 31% and 29%)
 - EBIT up 17%, margin at 21% of revenues and 19% of total output (Q2-YTD-17/18: 20% and 18%)
 - EBT up 17%, margin at 21% of revenues and 19% of total output (Q2-YTD-17/18: 20% and 18%)
- Gross margin rises to 63% of total output (Q2-YTD-17/18: 61%) and 57% of revenues (Q2-YTD-17/18: 57%)
- Operating cash flow rises to 16.3 million euros (Q2-YTD-17/18: 12.6 million euros)
- Net liquidity of 4.1 million euros (September 30, 2018: 1.8 million euros)
- High order backlog of currently 98 million euros gross (PY: 95 million euros gross)
- Earnings per share after taxes increase by 12% to 0.46 euros (Q2-YTD-17/18: 0.41 euros)
- Guidance for the 2018/2019 financial year confirmed: Low double-digit growth in revenues and earnings

ISRA VISION AG (ISIN: DE 0005488100) – the TecDAX and SDAX company for industrial image processing (machine vision), one of the world's leading providers of surface inspection and 3D machine vision applications – is continuing its profitable growth strategy as planned in the first half of the 2018/2019 fiscal year. With a revenue increase of around 10 percent to 70.9 million euros (Q2-YTD-17/18: 64.7 million euros), a strong EBT growth of 17 percent to 14.9 million euros (Q2-YTD-17/18: 12.7 million euros) compared to the same period last year and a related EBT margin of 21 percent of revenues (Q2-YTD-17/18: 20%), the company is taking a further step towards its medium-term sales target of “200+”. EBITDA increased significantly by 20 percent with a margin of 34 percent of revenues (Q2-YTD-17/18: 31%), while EBIT improved by 17 percent and reached a margin of 21 percent of revenues (Q2-YTD-17/18: 20%). In addition to a significant increase in operating cash flow to 16.3 million euros (Q2-YTD-17/18: 12.6 million euros), ISRA recorded a net cash flow of 9.0 million euros and net liquidity of 4.1 million euros (September 30, 2018: 1.8 million euros). Unless otherwise stated, this document includes EBITDA, EBIT and EBT before one-time acquisition costs (0.9 million euros).

As described in the previous section, the positive margin level in operating business was successfully increased further in the second quarter of the current financial year. The gross margin (total output minus material and labor costs of production) rose by 2 percentage points to 63 percent of total output (Q2-YTD-17/18: 61%). EBITDA (earnings before interest, taxes, depreciation and amortization) increased by

Ad hoc announcement

June 03, 2019



20 percent to 24.4 million euros (Q2-YTD-17/18: 20.4 million euros), the EBITDA margin in relation to total output reached 31 percent (Q2-YTD-17/18: 29%). EBIT (earnings before interest and taxes) rose by 17 percent to 15.0 million euros (Q2-YTD-17/18: 12.9 million euros), corresponding to a margin of 19 percent of total output (Q2-YTD-17/18: 18%). EBT (earnings before taxes) also improved by 17 percent to 14.9 million euros (Q2-YTD-17/18: 12.7 million euros), which corresponds to an EBT margin of 19 percent referenced to total output (Q2-YTD-17/18: 18%).

The half-year figures reflect good order entries and a strong order backlog of currently 98 million euros gross (PY: 95 million euros gross). Inventories increase slightly to 38.5 million euros (September 30, 2018: 36.9 million euros). Total trade receivables fall slightly to 104.5 million euros (September 30, 2018: 111.8 million euros) with cash receivables amounting to 38.8 million euros (September 30, 2018: 45.5 million euros) and contract assets to 65.7 million euros (receivables according to the percentage of completion method on September 30, 2018: 66.3 million euros). Net liquidity evolves to 4.1 million euros (September 30, 2018: 1.8 million euros). Continuing measures to improve efficiency, in particular in production, resulted in an increase in cash flow: Cash flow from operating activities totals 16.3 million euros (Q2-YTD-17/18: 12.6 million euros) and net cash flow 9.0 million euros after distribution of dividends to shareholders amounting to 3.3 million euros (Q2-YTD-17/18: 5.2 million euros prior to distribution). The earnings per share (EPS) after taxes hereby improved by 12 percent to 0.46 euros (Q2-YTD-17/18: 0.41 euros).

Shareholders also benefit from the positive development of the company: The Annual General Meeting adopted the proposal from the Executive Board and Supervisory Board on March 19 and approved the 27 percent increase in dividend to 0.15 euros per share for the 2017/2018 financial year. With significantly higher equity of 203.7 million euros (September 30, 2018: 197.8 million euros), an equity ratio up by 2 percentage points to 65 percent (September 30, 2018: 63%) and the available credit lines, ISRA has very good capital resources for future growth and for financing potential acquisition projects.

Consistent investments in the company's global expansion, the extension of market shares in relevant industries and the strengthening of its international teams at over 25 locations all contributed to the positive business development in the first half of 2018/2019. ISRA has newly formed its business team in England and has intensified the market expansion in Eastern Europe. The management is also currently examining new opportunities for further growth in North and South America, as well as in India.

In the second quarter of 2018/2019, business development in the regions maintained the positive momentum of the first three months: In the European markets, ISRA recorded an increase in business in the reporting period, to which in particular successes in France contributed. Sales in Asia developed well in double-digit range compared with the second quarter of 2017/2018, amongst others backed by major orders from China. Business in North and South America is at a similarly good level as in the previous year and will be further expanded in the coming months by strengthening management and intensifying marketing and sales activities.

In the first half of 2018/2019, revenue in the Industrial Automation segment rose to 17.2 million euros, growing by 8 percent compared to the same period of the previous year (Q2-YTD-17/18: 15.9 million euros). EBIT increased by 18 percent to 3.6 million euros (Q2-YTD-17/18: 3.1 million euros) at an EBIT margin of 18 percent of total output (Q2-YTD-17/18: 18%). Machine Vision solutions for robot-guided assembly and measurement technology are the main drivers of the segment's results. In the coming months additional momentum is expected to come from portfolio enhancements in the field of smart factory automation and a strengthened presence in new markets for connected automation. ISRA recently launched product innovations in the market for 3D surface inspection with integrated precision metrology for discrete industries, such as the automotive, electronics or display industries.

Ad hoc announcement

June 03, 2019



In the first half of 2018/2019, sales in the Surface Vision segment grew by 10 percent to 53.8 million euros (Q2-YTD-17/18: 48.8 million euros). EBIT rose to 11.4 million euros (Q2-YTD-17/18: 9.8 million euros), which corresponds to an EBIT margin of 19 percent of total output (Q2-YTD-17/18: 18%). One important growth area is the metal inspection business, which benefits from the complete portfolio strategy and strategic management reinforcement. The company is opening up additional market potential with the further development of INDUSTRIE 4.0 capable systems for networked production. In the glass industry, the positive order situation continues with product innovations for the inspection of thin glass for the display, solar and automotive industries. Extensions to the high-end inspection portfolio for the precise inspection of float glass are also expected to create further momentum. Advanced materials (formerly plastics) recorded strong growth with the development of new markets through the expanded focus on the inspection of innovative materials. In the print segment, the digital print inspection business achieved robust sales. Following the successful conclusion of a major order for the inspection of the cell production of a well-known Chinese manufacturer, additional growth impulses are emerging in the solar industry. In the paper sector, ISRA is concentrating on future markets such as the packaging industry and is optimizing its innovative portfolio with cost-reducing embedded technologies while simultaneously strengthening its activities in marketing and sales. Demand in the security business was similar to that of the previous year, with specialized inspection systems for high-security paper and printing. Following the successful closing of strategically important projects for leading European manufacturers, ISRA is concentrating on the Asian region in the still young semiconductor business segment. In the second quarter, the service business contributed a double-digit share of sales to the positive development of the company, which is to be increased further as part of the internationalization of customer service support and an expansion of management in the coming weeks.

ISRA started the 2018/2019 financial year well with highly profitable revenue performance during the first six months. In addition to consistent organic growth, acquisitions remain a key element of the expansion strategy. These activities are focused on target companies whose expertise will bring a sustained advance in ISRA's technology leadership, strengthen its market position or open up new markets. In order to avoid possible acquisition risks the company examines every project with the necessary caution, which may lead to delays. In this context due diligence processes are sometimes time-consuming, not least due to market fluctuations and the associated valuation variations. Targets from the areas of industrial automation, production analytics and INDUSTRIE 4.0 sensors are currently being examined in more detail. In addition to organic and external growth, the management sees significant sales potential through the consistent expansion of the innovative product portfolio with INDUSTRIE 4.0 architecture for the expansion of the new business areas Smart Factory Automation and Production Analytics.

With its strategic focus on future-oriented expansion of the innovation portfolio, an enlargement of its activities in the global markets and a strong order backlog of currently 98 million euros gross, ISRA is well-positioned for a successful second half of the year. The focus will also be on expanding the international presence and global market position through new vertical industrial sectors. At the same time, management is concentrating on efficiently optimizing production and cash flow. The medium-term exceeding of the 200 million euros sales mark remains an important strategic goal of the company. In order to react appropriately and quickly to emerging global risks, the relevant markets are closely monitored, various scenarios are anticipated and marketing and sales are systematically expanded. Provided that the global economic environment does not deteriorate significantly – this also includes current trade policy tensions – ISRA still plans to achieve its projected low double-digit growth for revenues and earnings with at least stable margins.

Ad hoc announcement

June 03, 2019



Company profile

ISRA VISION AG, together with its subsidiaries, is worldwide leading in surface inspection of web materials. Furthermore, it is one of the globally leading providers of machine vision programs, specialising in the area of 3D machine vision, in particular for “3D robot vision”.

The core competence of the Company is the ISRA-BrainWARE®, an innovative software for intelligent machine vision systems. Here, the scientific know-how from the fields of optics, lighting technology, surveying technology, physics, image processing and classification algorithms and a complex system design are combined. Machine vision is a key technology for visualising systems that imitate the human eye. Today’s ISRA applications focus primarily on the automation of production and quality assurance of goods and products supplied to large, future-oriented markets such as energy, healthcare, food, mobility and information. The customers mainly include renowned global players from the respective sectors. With more than 25 locations worldwide, ISRA offers customer proximity everywhere and ensures optimum service and support.

In the past seventeen years, ISRA has shown profitable growth with an annual average increase in sales of approx. 25 percent. Currently the Company employs approx. 800 people worldwide.

Further information are available at www.isravision.com.

Consolidated Total Operating Revenue EBITDA-EBIT statement ^{1) 3) 5)}

from October 01, 2018 to March 31, 2019 in € k

(in € k)	FY 2018/2019 6 months (Oct. 01, 2018 - Mar. 31, 2019)		FY 2017/2018 6 months (Oct. 01, 2017 - Mar. 31, 2018)		FY 2018/2019 3 months (Jan. 01, 2019 - Mar. 31, 2019)		FY 2017/2018 3 months (Jan. 01, 2018 - Mar. 31, 2018)	
Net sales	70,926	89 %	64,701	91 %	36,703	89 %	33,459	92 %
Capitalized work	8,805	11 %	6,144	9 %	4,745	11 %	3,094	8 %
Total output	79,731	100 %	70,845	100 %	41,448	100 %	36,554	100 %
Cost of materials	14,408	18 %	13,158	19 %	7,571	18 %	6,790	19 %
Cost of labour excluding depreciation	15,485	19 %	14,300	20 %	7,781	19 %	7,373	20 %
Cost of production excluding depreciation	29,892	37 %	27,458	39 %	15,352	37 %	14,162	39 %
Gross profit	49,839	63 %	43,387	61 %	26,095	63 %	22,392	61 %
Research and development Total	10,682	13 %	9,281	13 %	5,503	13 %	4,310	12 %
Sales and marketing costs	14,091	18 %	11,917	17 %	7,457	18 %	5,946	16 %
Administration	2,827	4 %	2,164	3 %	1,562	4 %	936	3 %
Sales and administration costs excluding depreciation	16,918	21 %	14,081	20 %	9,020	22 %	6,882	19 %
Other revenues	2,123	3 %	333	0 %	828	2 %	- 792	- 2 %
EBITDA before extraordinary expenses	24,362	31 %	20,359	29 %	12,401	30 %	10,408	28 %
Depreciation and amortization	9,364	12 %	7,507	11 %	4,602	11 %	3,819	10 %
Total costs	36,963	46 %	30,868	44 %	19,125	46 %	15,011	41 %
EBIT before extraordinary expenses	14,998	19 %	12,852	18 %	7,798	19 %	6,589	18 %
Interest income	55	0 %	26	0 %	1	0 %	1	0 %
Interest expenses	- 200	0 %	- 176	0 %	- 103	0 %	- 99	0 %
Financing result	- 145	0 %	- 150	0 %	- 102	0 %	- 98	0 %
EBT before extraordinary expenses	14,853	19 %	12,702	18 %	7,696	19 %	6,490	18 %
Extraordinary expenses	- 900	- 1 %	0	0 %	- 638	- 2 %	0	0 %
EBT	13,953	18 %	12,702	18 %	7,058	17 %	6,490	18 %
Income taxes	3,788	5 %	3,678	5 %	1,982	5 %	1,915	5 %
Consolidated net profit	10,165	13 %	9,024	13 %	5,076	12 %	4,576	13 %
Of which accounted to non-con- trolling shareholders	18	0 %	58	0 %	11	0 %	45	0 %
Of which accounted to shareholders of ISRA VISION AG	10,147	13 %	8,967	13 %	5,065	12 %	4,531	12 %
Earnings per share in € before income taxes ²⁾	0.64		0.58		0.32		0.30	
Earnings per share in € ²⁾	0.46		0.41		0.23		0.21	
Shares issued ⁴⁾	21,893,091		21,899,570 ⁶⁾		21,906,200		21,906,200 ⁶⁾	

¹⁾ According to IFRS unaudited

²⁾ Per-share result undiluted and diluted

³⁾ This pro forma statement is an additional presentation based on the comprehensive presentation given in previous years and not part of the IFRS consolidated financial statements.

⁴⁾ Weighted number of shares

⁵⁾ ISRA is applying the new standards IFRS 9 and IFRS 15 for the first time effective October 01, 2018. For the transition to the new rules, we have elected to use the modified retrospective method, under which the cumulative effects are recognized and prior-year figures are not restated.

⁶⁾ The prior-year figure was adjusted due to the comparability as a result of the stock split.

ISRA VISION AG voluntarily publishes a consolidated total operating revenue EBITDA-EBIT statement typical for the industry oriented to the cost-summary method. The key differences between the cost of sales method and the pro forma consolidated total operating revenue/EBITDA-EBIT calculation are as follows: Profit margins increase because they are now associated with net sales instead of total output (net sales plus capitalized work). Capitalized work no longer appears in the cost of sales method and is assigned to the R&D functional area. Depreciation and amortization is now spread over the relevant functional areas. The EBIT earnings and the EBT earnings of the pro forma total output EBITDA-EBIT statement do not deviate from the consolidated income statement, which corresponds to IFRS.

Consolidated Income Statement ^{1) 3) 5)}

from October 01, 2018 to March 31, 2019 in € k

(in € k)	FY 2018 / 2019 6 months (Oct. 01, 2018 - Mar. 31, 2019)		FY 2017 / 2018 6 months (Oct. 01, 2017 - Mar. 31, 2018)		FY 2018 / 2019 3 months (Jan. 01, 2019 - Mar. 31, 2019)		FY 2017 / 2018 3 months (Jan. 01, 2018 - Mar. 31, 2018)	
Net sales	70,926	100 %	64,701	100 %	36,703	100 %	33,459	100 %
Cost of sales	30,306	43 %	27,863	43 %	15,543	42 %	14,359	43 %
Gross operating result (gross profit)	40,621	57 %	36,838	57 %	21,159	58 %	19,101	57 %
Research and development	10,226	14 %	9,785	15 %	4,882	13 %	4,656	14 %
Total costs	10,682	15 %	9,281	14 %	5,503	15 %	4,310	13 %
Depreciation and amortization	8,498	12 %	6,702	10 %	4,188	11 %	3,441	10 %
Grants	-149	0 %	-54	0 %	-64	0 %	0	0 %
Capitalized work	-8,805	-12 %	-6,144	-9 %	-4,745	-13 %	-3,094	-9 %
Sales and marketing costs	14,467	20 %	12,254	19 %	7,642	21 %	6,103	18 %
Administration	2,902	4 %	2,225	3 %	1,601	4 %	961	3 %
Sales and administration costs	17,370	24 %	14,480	22 %	9,243	25 %	7,064	21 %
Other revenues	1,974	3 %	279	0 %	764	2 %	-792	-2 %
Interest income	55	0 %	26	0 %	1	0 %	1	0 %
Interest expenses	-200	0 %	-176	0 %	-103	0 %	-99	0 %
Financing result	-145	0 %	-150	0 %	-102	0 %	-98	0 %
Earnings before taxes (EBT) before extraordinary expenses	14,853	21 %	12,702	20 %	7,696	21 %	6,490	19 %
Extraordinary expenses	-900	-1 %	0	0 %	-638	-2 %	0	0 %
Earnings before taxes (EBT)	13,953	20 %	12,702	20 %	7,058	19 %	6,490	19 %
Income taxes	3,788	5 %	3,678	6 %	1,982	5 %	1,915	6 %
Consolidated net profit	10,165	14 %	9,024	14 %	5,076	14 %	4,576	14 %
Of which accounted to shareholders of ISRA VISION AG	10,147	14 %	8,967	14 %	5,065	14 %	4,531	14 %
Of which accounted to non-controlling shareholders	18	0 %	58	0 %	11	0 %	45	0 %
Earnings per share in € before income taxes ²⁾	0.64		0.58		0.32		0.30	
Earnings per share in € ²⁾	0.46		0.41		0.23		0.21	
Shares issued ⁴⁾	21,893,091		21,899,570 ⁶⁾		21,906,200		21,906,200 ⁶⁾	

¹⁾ According to IFRS unaudited

²⁾ Per-share result undiluted and diluted

³⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

⁴⁾ Weighted number of shares

⁵⁾ ISRA is applying the new standards IFRS 9 and IFRS 15 for the first time effective October 01, 2018. For the transition to the new rules, we have elected to use the modified retrospective method, under which the cumulative effects are recognized and prior-year figures are not restated.

⁶⁾ The prior-year figure was adjusted due to the comparability as a result of the stock split.

Consolidated Group Balance Sheet ^{2) 3)}

at March 31, 2019 in € k

(in € k)	Mar. 31, 2019 ¹⁾	Sept. 30, 2018
ASSETS		
Assets		
Short-term assets		
Inventories	38,450	36,929
Trade receivables	104,494	111,831
Cash and cash equivalents	43,695	34,716
Financial assets	3,400	3,236
Other receivables	370	2,434
Income tax receivables	2,154	2,135
Total short-term assets	192,563	191,281
Long-term assets		
Intangible assets	115,693	115,156
Tangible assets	5,151	4,815
Shareholdings in associated companies	13	12
Financial assets	1,329	1,282
Deferred tax claims	295	358
Total long-term assets	122,481	121,624
Total assets	315,044	312,905
EQUITY AND LIABILITIES		
Short-term liabilities		
Trade payables	12,768	20,621
Financial liabilities to banks	39,549	32,872
Other financial liabilities	9,438	13,822
Other accruals	1,795	1,020
Income tax liabilities	1,002	2,452
Other liabilities	1,456	1,618
Total short-term liabilities	66,008	72,406
Long-term liabilities		
Deferred tax liabilities	41,705	39,144
Pension provisions	3,606	3,586
Total long-term liabilities	45,311	42,730
Total liabilities	111,319	115,136
Equity		
Issued capital	21,914	21,906
Capital reserves	20,906	21,722
Profit brought forward	147,662	128,810
Net profit accounted to the shareholders of ISRA VISION AG	10,147	23,108
Other comprehensive income	1,244	361
Own shares	-28	0
Share of equity capital held by ISRA VISION AG shareholders	201,845	195,907
Equity capital accounted to non-controlling shareholders	1,880	1,862
Total equity	203,725	197,769
Total equity and liabilities	315,044	312,905

¹⁾ According to IFRS unaudited

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

³⁾ ISRA is applying the new standards IFRS 9 and IFRS 15 for the first time effective October 01, 2018. For the transition to the new rules, we have elected to use the modified retrospective method, under which the cumulative effects are recognized and prior-year figures are not restated.

Consolidated Cash Flow Statement ^{1) 2)}

from October 01, 2018 to March 31, 2019 in € k

(in € k)	Oct. 01, 2018 - Mar. 31, 2019	Oct. 01, 2017 - Mar. 31, 2018
Consolidated net profit	10,165	9,024
Income tax payments	-2,945	-2,530
Changes in deferred tax assets and liabilities	2,624	3,639
Changes in accruals	796	187
Depreciation and amortization	9,364	7,507
Changes in inventories	-1,109	-3,493
Changes in trade receivables and other assets	7,297	7,712
Changes in trade payables and other liabilities	-10,032	-9,617
Financial result	145	150
Other non-cash changes	45	68
Cash flow from operating activities	16,349	12,647
Payments for investments in tangible assets	-1,091	-438
Payments for investments in intangible assets	-9,072	-6,510
Company acquisition	0	-317
Cash flow from investment activities	-10,163	-7,265
Payments to company owners through acquisition of own shares	-836	0
Deposits from sales of own shares	0	606
Dividend payouts	-3,286	0
Deposits from the assumption of financial liabilities	6,677	14
Interest income	55	26
Interest expenses	-200	-176
Cash flow from financing activities	2,410	470
Exchange rate-based value changes of the financial resources	383	-672
Change of financial resources	8,978	5,179
Net cash flow		
Financial resources on 30.09.2018/30.09.2018	34,716	29,728
Financial resources on 31.03.2019/31.03.2018	43,695	34,907

¹⁾ According to IFRS unaudited

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

Consolidated Statement of Changes in Equity ^{1) 2) 3)}

for the period October 01, 2018 to March 31, 2019 in € k

(in € k)	Issued capital	Capital reserves	Own shares	Other not-income-affecting changes in equity	Profit brought forward	Net profit of the period	Equity of shareholders ISRA VISION AG	Accounted to non-controlling shareholders	Equity
As of Sep. 30, 2018	21,906	21,722	0	361	128,810	23,108	195,907	1,862	197,769
Conversion effect IFRS 9	0	0	0	0	-90	0	-90	0	-90
Conversion effect IFRS 15	0	0	0	0	-880	0	-880	0	-880
Profit brought forward	0	0	0	0	23,108	-23,108	0	0	0
Capital increase (conversion of capital reserve due to stock split)	8	-8	0	0	0	0	0	0	0
Acquisition of own shares	0	-808	-28	0	0	0	-836	0	-836
Sales of own shares	0	0	0	0	0	0	0	0	0
Payout	0	0	0	0	-3,286	0	-3,286	0	-3,286
Changes in shares of non-controlling shareholders	0	0	0	0	0	0	0	0	0
Overall earnings	0	0	0	883	0	10,147	11,030	18	11,048
As of Mar. 31, 2019	21,914	20,906	-28	1,244	147,662	10,147	201,845	1,880	203,725

¹⁾ According to IFRS unaudited

²⁾ The Company's annual consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS/IASs and SICs which must compulsorily be applied were followed.

³⁾ ISRA is applying the new standards IFRS 9 and IFRS 15 for the first time effective October 01, 2018. For the transition to the new rules, we have elected to use the modified retrospective method, under which the cumulative effects are recognized and prior-year figures are not restated.

Consolidated Statement of Changes in Equity ^{1) 2)}

for the period October 01, 2017 to March 31, 2018 in € k

(in € k)	Issued capital	Capital reserves	Own shares	Other not-income-affecting changes in equity	Profit brought forward	Net profit of the period	Equity of shareholders ISRA VISION AG	Accounted to non-controlling shareholders	Equity
As of Sep. 30, 2017	4,381	38,800	- 159	921	110,886	20,508	175,338	1,710	177,049
Profit brought forward	0	0	0	0	20,508	-20,508	0	0	0
Acquisition of own shares	0	0	0	0	0	0	0	0	0
Sales of own shares	0	447	159	0	0	0	606	0	606
Payout	0	0	0	0	0	0	0	0	0
Changes in shares of non-controlling shareholders	0	0	0	0	0	0	0	0	0
Overall earnings	0	0	0	- 1,268	0	8,967	7,699	58	7,756
As of Mar. 31, 2018	4,381	39,247	0	- 347	131,395	8,967	183,643	1,768	185,410

¹⁾ According to IFRS unaudited

²⁾ The Company's annual consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS/IASs and SICs which must compulsorily be applied were followed.

Segment Reporting by Division ^{1) 2) 3)}

for selected positions of the consolidated income statement in € k

(in € k)	Industrial Automation Division		Surface Vision Division	
	Oct. 01, 2018 - Mar. 31, 2019	Oct. 01, 2017 - Mar. 31, 2018	Oct. 01, 2018 - Mar. 31, 2019	Oct. 01, 2017 - Mar. 31, 2018
Revenues	17,168	15,930	53,759	48,770
EBIT	3,589 ⁴⁾	3,051	11,410 ⁴⁾	9,801

¹⁾ According to IFRS unaudited.

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS/IASs and SICs which must compulsorily be applied were followed.

³⁾ ISRA is applying the new standards IFRS 9 and IFRS 15 for the first time effective October 01, 2018. For the transition to the new rules, we have elected to use the modified retrospective method, under which the cumulative effects are recognized and prior-year figures are not restated.

⁴⁾ EBIT before extraordinary expenses.

Additional Information

ISRA VISION AG
 Industriestraße 14
 64297 Darmstadt
 Germany

Tel.: + 49 (0) 6151 948 - 0
 Fax: + 49 (0) 6151 948 - 140
 Internet: www.isravision.com

Investor Relations
 E-Mail: investor@isravision.com
 Tel.: + 49 (0) 6151 948 - 209

Susanne Becht
 Tel.: + 49 (0) 6151 948 - 212