

Consolidated Statement of Changes in Equity

in CHF millions	Share capital ¹	Treasury shares ¹	Additional paid-in capital	Goodwill offset against equity	Retained earnings	Market valuation cash flow hedges	Cumulative translation adjustments ²	Total equity ³
At 1 January 2015	0.9	-0.1	131.5	-622.6	1'329.4	-	-85.9	753.2
Net result	-	-	-	-	82.2	-	-	82.2
Share award plan (see note 26)	-	0.0	2.5	-	-	-	-	2.5
Dividends	-	0.1	-	-	-78.6	-	-	-78.5
Offset of goodwill from acquisitions (see note 15)	-	-	-	-22.0	-	-	-	-22.0
Changes in market valuation of cash flow hedges	-	-	-	-	-	-0.3	-	-0.3
Currency translation differences	-	-	-	-	-	-	-11.0	-11.0
At 31 December 2015	0.9	-0.0	134.0	-644.6	1'333.0	-0.3	-96.9	726.1
Net result	-	-	-	-	57.6	-	-	57.6
Share award plan (see note 26)	-	0.0	3.0	-	-	-	-	3.0
Dividends	-	-	-	-	-36.2	-	-	-36.2
Offset of goodwill from acquisitions (see note 15)	-	-	-	-11.2	-	-	-	-11.2
Proceeds from sale of treasury shares (see note 25)	-	0.0	68.0	-	-	-	-	68.0
Changes in market valuation of cash flow hedges	-	-	-	-	-	0.3	-	0.3
Currency translation differences	-	-	-	-	-	-	-2.1	-2.1
At 31 December 2016	0.9	-	205.0	-655.8	1'354.4	-	-99.0	805.5

¹ Holding company's share capital of CHF 850'000 (previous year CHF 850'000), less par value of treasury shares of CHF 0 (previous year CHF 27'502).

² Arising on translation of subsidiaries' equity and income statements denominated in foreign currencies.

³ At 31 December 2016 shareholders' equity includes legal reserves of CHF 180.0 million (previous year CHF 180.0 million), of which CHF 37.7 million (previous year CHF 37.7 million) are not distributable.

Net proceeds from sale of treasury shares of CHF 68.0 million equate gross proceeds of CHF 73.8 million, less income taxes of CHF 5.8 million, which at year-end 2016 were not paid yet, increasing the proceeds from sale of treasury shares reported in the cash flow statement accordingly.

In addition to the ordinary cash dividend of CHF 2.20 gross per bearer share or CHF 0.44 gross per registered share or CHF 35.1 million in total, respectively, the Annual General Meeting of 16 April 2015 declared in the previous year an anniversary stock dividend whereby treasury shares held by Dätwyler Holding Inc. were distributed. Shareholders received three additional bearer shares for every 100 bearer shares and every 500 registered shares held. A total of 477'264 treasury shares with a fair value of CHF 69.9 million were distributed at par value and fractions amounting to CHF 0.2 million were compensated in cash. The reported dividend of CHF 78.6 million also includes withholding and income taxes and stamp duty of CHF 43.3 million in total, of which an amount of CHF 5.5 million was not yet paid at year-end 2015, decreasing the dividend payment reported in the cash flow statement accordingly.

The accompanying notes on pages 58 to 85 are an integral part of these consolidated financial statements.