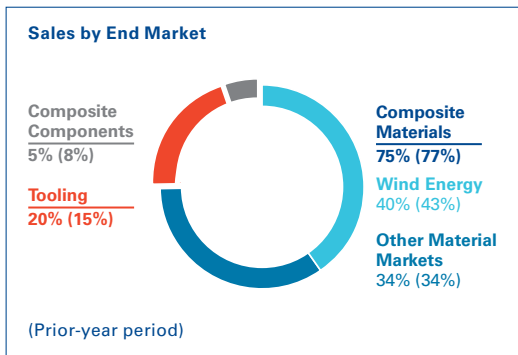


interim
report
2016

Gurit achieves organic business growth of 3% with net sales of CHF 182.3 million; operating profit in 1HY 2016 increases by 22% to CHF 19 million and reaches 10.5% of net sales.

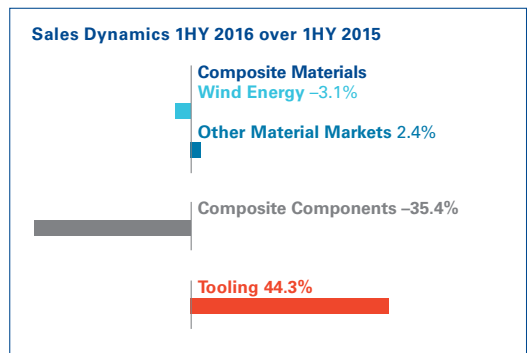


Key Figures Consolidated Income Statement 1HY 2016
(in CHF million)

Net sales	182.3
Operating profit	19.1
Net profit	14.1

Key Figures Consolidated Balance Sheet
(in CHF million)

	30.6.2016	31.12.2015
Total assets	247.4	251.2
thereof Current assets	163.5	166.5
Total liabilities	67.1	71.8
thereof Current liabilities	64.3	66.5
Equity	180.3	179.5
Equity ratio	72.9%	71.4%



Half-Year Development Confirms Progress

Dear Shareholders

In the first half of 2016 Gurit was able to confirm the progress which the Company has made over the past two years by achieving organic business growth and an operating profitability in its guidance range of eight to ten percent. As such, business performance in the first half-year 2016 is in line with the set targets and matches expectations in light of the anticipated slowdown in demand in the wind energy industry in China.



Peter Leupp, Chairman of the Board of Directors (left)
Rudolf Hadorn, Chief Executive Officer (right)

Strategy Deployment 1HY 2016: Completion of Investments and Expansions

Pursuant to the Company's mid-term strategy to develop the wind, aero and automotive businesses with priority, the main focus of the strategy deployment was placed on completion of the initiated investments and capacity expansions.

In the Composite Materials business unit, the set-up of balsa wood production at the existing premises in Tianjin, China, and expansion of the balsa wood production facility in Ecuador were concluded in the first six months of 2016.

Among the milestones accomplished in the Composite Components business unit in first half-year 2016 was the successful completion of the semi-automated production set-up for car parts at the production facility in Hungary in time and budget as well as the proof of concept for the industrialized production of composite car parts.

In Tooling, set-up of an additional production hall at the premises in Taicang, China, to increase production capacity and to accommodate the growing size of wind blade moulds was completed in the first six months of the year. Furthermore, the Tooling business expanded its global footprint. As communicated in June 2016, Gurit opened a wind blade mould production facility in Szczecin, Poland, in order to further increase its market share in Europe. The site will further improve customer proximity in the European market.

Research & Development

In the first six months of 2016, R&D investment was further raised. Gurit continued to foster new product development as well as enhancement of product properties of the Company's synthetic structural core material range and related manufacturing technologies.

Market Environment and Demand Situation 1 HY 2016

In China, the wind energy industry as anticipated was characterized by a demand contraction after the 2015 record output year, while the Indian, European and North American wind energy markets continued to be fair.

Composite materials sales to the wind energy market in the first half-year of 2016 in total declined by 2.7% as compared to the first six months of 2015 and accounted for 40% of total Group sales (1HY 2015: 43%).

Production of wind turbine blade moulds and related equipment (Gurit Tooling) recorded a very strong first half-year with double-digit growth over the previous year. International customer demand for mould systems was much stronger than anticipated in the first six months of 2016, and Chinese mould demand for future, longer blades held up stronger than expected, as well. Overall, demand in the Tooling business in the second half is expected to be not as strong as in the first half of 2016.

Sales of composite materials into other end markets continued to grow solidly in the single digit range year over year. In the aerospace business, the overall order situation and number of aircraft built was favorable and resulted in a good demand and revenue development for Gurit. Sales to the aerospace industry in the first half-year 2016 increased by 9.7% as compared to the first half-year 2015. The ongoing product qualification program with a major aircraft manufacturer in the U.S. is expected to be completed in the fourth quarter of 2016.

Demand in the marine industry in the first half of 2016 was characterized by a hesitating order situation. Overall, Gurit was able to maintain its market share in the global marine market. The market environment is expected to improve in the second half of 2016 and Gurit is well positioned to participate in the anticipated market advancements.

In the automotive industry, adoption of advanced composite materials takes longer than anticipated. Material sales to the automotive industry grew year over year although on a lower than expected level. In the automotive components business, the Company was not yet able to win new orders for the manual or industrialized production of car components. The number of available OEM programs has however improved markedly in the first half of 2016 as compared to 2015, which is encouraging. The composite component programs on hand developed as planned and underlined the Company's technological excellence and superiority in terms of its manufacturing concept and production quality. Proof of concept was achieved for the semi-automated production of car parts at the site in Hungary.

As of June 30, 2016, the Group's order situation was stable.

Key Financial Figures 1HY 2016 and Business by Segments

Gurit achieved Group net sales of CHF 182 million for the first half of 2016. This represents a currency-adjusted growth of 3% and +2.5% in reported Swiss francs over net sales of CHF 177.8 million for the first six months of 2015.

Gurit Composite Materials Faced With Slower Wind Energy Market

The Composite Materials segment achieved net sales of CHF 136.0 million in the first half of 2016 (1HY 2015: CHF 136.6 million). This represents a decrease of -0.6% on currency-adjusted basis and -0.4% in reported Swiss francs.

Wind energy material demand saw a sales contraction of -3.1% on currency-adjusted basis and -2.7% in reported Swiss francs to CHF 73.5 million in the first six months of 2016 (1HY 2015: 75.5 million). Despite growth in most other global wind energy regions, the anticipated weaker demand in the Chinese wind energy industry of some 15% compared to the record year 2015 had its overall negative

impact on the Company due to its high importance for Gurit.

Sales to other material markets (Marine, Aerospace, Industrial, Automotive Materials, and Ballistics) increased by 2.4% to CHF 62.5 million in the first half of 2016.

Slowdown in Gurit Composite Components As Anticipated

The Composite Components segment (automotive components, bus parts and structural engineering) reported sales of CHF 9.4 million for the first half-year 2016 as compared to CHF 14.9 million in the first six months of 2015. This represents a decrease of -35.4% on a currency-adjusted basis (-36.8% in reported Swiss francs) and results from the known contract expirations over the course of 2015.

Gurit Tooling Records Strong First Half-Year

In Tooling, sales of wind turbine blade moulds and related equipment in the first six months of 2016 increased by 44.3% to CHF 36.8 million (1HY 2015: CHF 26.3 million) on a currency-adjusted basis and +40.2% in reported Swiss francs. International customer demand for mould systems was much stronger than anticipated in the first six months of 2016, and Chinese mould demand for longer blades held up stronger than expected, as well.

Strong Operating Profit

Gurit achieved a strong operating profit of CHF 19.1 million in the first six months of 2016. The operating profit margin accordingly rose to 10.5% of net sales containing one-off expenses of CHF 2.5 million, mainly related to non-cash impairment charges in the U.K. of CHF 2.0 million. Operating profit improved by 21% compared to CHF 15.8 million in the first half of 2015. Operating profit margin before one-off costs reached remarkable 11.8% of net sales.

Profitability in particular benefited from the continued good turnover in the tooling business as well as a favorable product mix in the composite materials business. Moreover, the ongoing operational improvements contributed strongly to the excellent profitability level. Equally, the raw material sourcing conditions were favorable in the first half-year of 2016.

Gurit reports a net profit of CHF 14.1 million for the first half-year 2016 (1HY 2015: CHF 9.6 million). This represents an increase by 47.0% and equals to earnings per listed bearer share of CHF 30.16 (1HY 2015: CHF 20.51).

Operating Cash Flow and Balance Sheet

In total, Gurit generated a positive net cash flow from operating activities of CHF 12.6 million in the first half-year 2016 (1HY 2015: CHF 7.3 million) mainly due to the higher operating profit.

Capital expenditures amounted to CHF 7.5 million in the first six months of 2016 (1HY 2015: CHF 6.6 million) to implement the major capacity increases in Tooling, Balsa and Automotive.

With an equity ratio of 72.9% at the end of June 2016 as compared to 71.4% at the end of December 2015, Gurit's balance sheet remains very solid.

At the end of June 2016, the Company employed a global workforce of 2.187 employees as compared to 2.101 employees as of December 31, 2015. While workforce at the Composite Components business in the UK was reduced, new staff was hired in the Company's Tooling and Balsa businesses.

Outlook

Management confirms the target to reach a low single-digit revenue growth for the full year 2016 and an operating profit margin in the guided range of 8 to 10 percent of net sales for the full-year 2016.

Yours sincerely,
Gurit Holding AG



Peter Leupp,
Chairman of the
Board of Directors



Rudolf Hadorn
Chief Executive
Officer

Consolidated Income Statement

In CHF 1000	Note	Half-year ended June 30, 2016 unaudited	Half-year ended June 30, 2015 unaudited
Net sales	4	182 256	177 786
Other operating income		15	36
Change in inventories of finished and unfinished goods		3 072	3 299
Material expense		-91 361	-88 298
Personnel expense		-42 158	-42 046
Other operating expenses		-25 725	-30 307
Impairment (charges)/reversals, net		-2 165	-207
Depreciation		-4 427	-4 092
Amortization		-394	-377
Operating profit		19 113	15 794
Finance expense		-1 671	-2 782
Finance income		1 277	817
Ordinary result		18 719	13 829
Non-operating and extraordinary result		-	-
Profit before tax		18 719	13 829
Income tax expense		-4 615	-4 234
Profit for the half-year		14 104	9 595
Earnings per share			
Basic earnings per bearer share		CHF 30.16	CHF 20.51
Diluted earnings per bearer share		CHF 30.16	CHF 20.51
Basic earnings per registered share		CHF 6.03	CHF 4.10
Diluted earnings per registered share		CHF 6.03	CHF 4.10

The accompanying notes form an integral part of these interim consolidated financial statements.

Consolidated Balance Sheet

In CHF 1000	At June 30, 2016 unaudited	At December 31, 2015 audited	At June 30, 2015 unaudited
Assets			
Cash and cash equivalents	21 136	29 831	15 723
Derivative financial instruments	362	198	–
Trade receivables	70 751	65 186	74 794
Other receivables	9 758	10 133	8 306
Prepayments and accrued income	8 783	9 899	9 479
Inventories	52 668	51 214	50 751
Current assets	163 458	166 461	159 053
Derivative financial instruments	–	–	289
Other receivables	805	317	98
Deferred income tax assets	3 305	3 110	2 541
Property, plant and equipment	74 238	75 401	70 794
Intangible assets	5 561	5 937	5 342
Non-current assets	83 909	84 765	79 064
Total assets	247 367	251 226	238 117
Liabilities and equity			
Borrowings	4 183	9 459	15 396
Derivative financial instruments	1 076	1 770	337
Trade payables	29 005	24 954	25 581
Other payables	5 899	4 702	4 941
Accrued liabilities and deferred income	22 621	23 981	21 188
Provisions	1 562	1 606	1 632
Current liabilities	64 346	66 472	69 075
Derivative financial instruments	–	–	1 274
Deferred income tax liabilities	1 619	3 454	373
Provisions	1 102	1 825	795
Non-current liabilities	2 721	5 279	2 442
Total liabilities	67 067	71 751	71 517
Share capital	23 400	23 400	23 400
Capital reserve	11 196	18 216	18 216
Treasury shares	–88	–49	–49
Hedging reserve	–733	–1 317	–995
Currency translation adjustments	–38 735	–32 453	–32 106
Offset goodwill	–26 690	–26 690	–26 690
Retained earnings	211 950	198 368	184 824
Total equity	180 300	179 475	166 600
Total liabilities and equity	247 367	251 226	238 117

The accompanying notes form an integral part of these interim consolidated financial statements.

Consolidated Cash Flow Statement

In CHF 1000	Note	Half-year ended June 30, 2016 unaudited	Half-year ended June 30, 2015 unaudited
Profit for the half-year		14 104	9 595
Adjustments for:			
Impairment charges/(reversals), net		2 164	207
Depreciation and amortization		4 821	4 469
Finance income and expense, net		394	1 965
Income tax expense		4 615	4 234
Net (gains)/losses from disposal of fixed assets		-8	34
Other non-cash items		-885	-173
Working capital changes (excluding the effects of acquisitions and disposals of subsidiaries):			
Change in trade receivables		-7 175	-12 537
Change in inventories		-2 968	-23
Change in other receivables and prepayments and accrued income		802	-260
Change in trade and other payables and accrued liabilities and deferred income		2 716	3 062
Change in provisions		-688	-324
Cash generated from operations		17 892	10 249
Finance cost, net paid		-473	-907
Income tax paid		-4 826	-2 043
Net cash flow from operating activities		12 593	7 299
Purchase of property, plant and equipment		-7 134	-6 296
Proceeds from sale of property, plant and equipment		15	16
(Loans granted)/loans repayments received		-423	54
Purchase of intangible assets		-401	-328
Net cash flow from investing activities		-7 943	-6 554
Repayments of current borrowings		-5 080	-8 020
Distribution to shareholders	5	-7 006	-3 977
Purchase of treasury shares		-611	-191
Net cash flow from financing activities		-12 697	-12 188
Net change in cash and cash equivalents		-8 047	-11 443
Cash and cash equivalents at the beginning of the half-year		29 831	29 011
Net change in cash and cash equivalents		-8 047	-11 443
Exchange gains on cash		-648	-1 845
Cash and cash equivalents at the end of the half-year		21 136	15 723

The accompanying notes form an integral part of these interim consolidated financial statements.

Consolidated Statement of Changes in Equity

In CHF 1000	Share capital	Capital reserve
Balance at January 1, 2015	23 400	22 194
Profit for the half-year	-	-
Changes in hedging reserve	-	-
Currency translation adjustments	-	-
Total income and expense for the half-year	-	-
Distribution to shareholders (note 5)	-	-3 978
Usage of treasury shares for share-based compensation	-	-
Share-based compensation	-	-
Purchase of treasury shares	-	-
Total transactions with shareholders	-	-3 978
Balance at June 30, 2015	23 400	18 216
Profit for the half-year	-	-
Changes in hedging reserve	-	-
Currency translation adjustments	-	-
Total income and expense for the half-year	-	-
Share-based compensation	-	-
Total transactions with shareholders	-	-
Balance at December 31, 2015	23 400	18 216
Profit for the half-year	-	-
Changes in hedging reserve	-	-
Currency translation adjustments	-	-
Total income and expense for the half-year	-	-
Distribution to shareholders (note 5)	-	-7 020
Usage of treasury shares for share-based compensation	-	-
Share-based compensation	-	-
Purchase of treasury shares	-	-
Total transactions with shareholders	-	-7 020
Balance at June 30, 2016	23 400	11 196

The accompanying notes form an integral part of these interim consolidated financial statements.

Treasury shares	Hedging reserve	Currency translation adjustments	Offset goodwill	Retained earnings	Total equity
-50	-513	-20 366	-26 690	175 384	173 359
-	-	-	-	9 595	9 595
-	-482	-	-	-	-482
-	-	-11 740	-	-	-11 740
-	-482	-11 740	-	9 595	-2 627
-	-	-	-	1	-3 977
192	-	-	-	-192	-
-	-	-	-	36	36
-191	-	-	-	-	-191
1	-	-	-	-155	-4 132
-49	-995	-32 106	-26 690	184 824	166 600
-	-	-	-	12 979	12 979
-	-322	-	-	-	-322
-	-	-347	-	-	-347
-	-322	-347	-	12 979	12 310
-	-	-	-	565	565
-	-	-	-	565	565
-49	-1 317	-32 453	-26 690	198 368	179 475
-	-	-	-	14 104	14 104
-	584	-	-	-	584
-	-	-6 282	-	-	-6 282
-	584	-6 282	-	14 104	8 406
-	-	-	-	14	-7 006
572	-	-	-	-572	-
-	-	-	-	36	36
-611	-	-	-	-	-611
-39	-	-	-	-522	-7 581
-88	-733	-38 735	-26 690	211 950	180 300

Notes to the Interim Consolidated Financial Statements

1. General information

Gurit Holding AG is a public limited company incorporated and domiciled in Switzerland whose bearer shares are listed on SIX Swiss Exchange; the registered shares are mostly in firm hands and are not listed.

2. Basis for preparation and accounting policies

These unaudited interim consolidated financial statements of the Group for the half-year ended June 30, 2016, have been prepared in accordance with the Swiss Accounting and Reporting Recommendations (Swiss GAAP FER). They comply with the complementary recommendation for listed companies (Swiss GAAP FER 31). The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at December 31, 2015. The accounting policies are consistent with those of the annual financial statements for the year ended December 31, 2015. With effect of January 1st, 2016, the Group has adopted the changes in Swiss GAAP FER Framework, FER 3 and FER 6 in regards to revenue recognition, revenue measurement and disclosure. The amendments had no impact on the Group's consolidated financial statements in respect to revenue recognition and revenue measurement.

These unaudited interim consolidated financial statements were signed off by the Board of Directors on August 24, 2016, for publication.

3. Exchange rates

The principal exchange rates versus the Swiss franc were as follows:

	June 30, 2016	December 31, 2015	June 30, 2015	Ø Half-year 1 2016	Ø Half-year 1 2015
1 USD	0.9803	0.9927	0.9342	0.9821	0.9475
1 EUR	1.0865	1.0826	1.0365	1.0960	1.0584
1 GBP	1.3133	1.4694	1.4685	1.4085	1.4432
1 CAD	0.7537	0.7157	0.7561	0.7384	0.7680
1 CNY	0.1475	0.1530	0.1530	0.1503	0.1547

4. Segment information

In CHF 1000	Half-year ended June 30, 2016 unaudited	Half-year ended June 30, 2015 unaudited
Net sales by segments		
Composite Materials	135 992	136 592
Composite Components	9 417	14 912
Tooling	36 847	26 282
Total net sales	182 256	177 786

Gurit disclaims the disclosure of segment financial operating results as such disclosure would bear the risk of significant competitive disadvantages. The target markets, in which most business units, especially Tooling and Composite Components, operate are relatively confined market niches and the product offering of these two units is relatively homogeneous. Most of the main direct competitors in the markets in which those segments operate are either not stock exchange-listed or do not disclose the relevant comparable segment information. As a result, disclosure of the performance of these segments would lead to significant competitive disadvantages.

In CHF 1000	Half-year ended June 30, 2016 unaudited	Half-year ended June 30, 2015 unaudited
Net sales by regions of destination		
Europe	69 615	72 974
Asia	67 473	61 076
Americas	30 226	29 398
Rest of the world	14 942	14 338
Total net sales	182 256	177 786

5. Distribution to shareholders

In accordance with the resolution of the Annual General Meeting of Shareholders held on April 14, 2016, an amount of CHF 7 020 000 (CHF 3.00 per registered share and CHF 15.00 per bearer share) has been distributed to the shareholders on April 20, 2016, out of "reserves from capital contributions." Payments in 2015 amounted to CHF 3 978 000 (CHF 1.70 per registered share and CHF 8.50 per bearer share).

Investor Relations

Share Capital

The share capital of Gurit Holding AG is divided into:

240000 registered shares at CHF 10.00 par value	Securities no. 185039
420000 bearer shares at CHF 50.00 par value	Securities no. 801223

Par value adjusted to CHF 50.00, this results, purely arithmetically, in a total of 468000 shares.

Stock Market Trading

The bearer shares are listed on SIX Swiss Exchange. Prices are published in the Swiss daily and financial press as well as in electronic price information systems under the following symbols or numbers:

Bearer share:

Reuters	GUR.S
Telekurs	GUR
Securities no.	801223
ISIN	CH0008012236

Internet/e-mail alerts

For additional information, please visit the Gurit website at www.gurit.com.

Sign up for e-mail alerts on Gurit at <http://investors.gurit.com/news-alert-subscription.aspx>

This report contains forward-looking statements that include risk and uncertainties regarding the future global business developments that cannot be influenced by the Company.

Important Dates

October 21, 2016

Press Release on Q3-2016 sales

End of January 2017

Press Release on FY 2016 sales

March 2017

Presentation full-year results 2016

Analyst/Media conference

Online publication of Annual Report 2016

April 2017

Annual General Meeting

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