

A decorative horizontal bar spans the width of the page, composed of several colored segments: light blue, white, red, white, dark blue, white, and yellow.

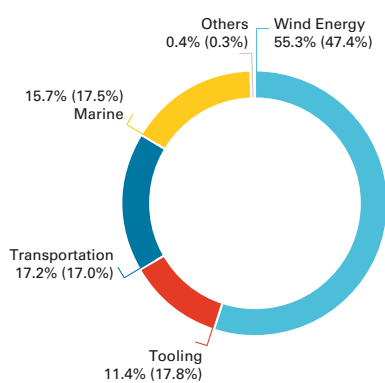
## HALF-YEAR REPORT 2011

- NET SALES GROWTH OF 16.8% ON A FX-ADJUSTED BASIS FOR THE FIRST HALF-YEAR OF 2011
- EBIT MARGIN OF 8.0%, OPERATIONAL EBIT MARGIN OF 6.0% FOR FIRST HALF OF 2011
- EXPECTING ONGOING POSITIVE SALES TREND SUPPORTED BY STRONGER BUSINESS MODEL

## GURIT REPORTS 16.8% HIGHER SALES ON A FX-ADJUSTED BASIS AND ACHIEVES A GROUP EBIT MARGIN OF 8%

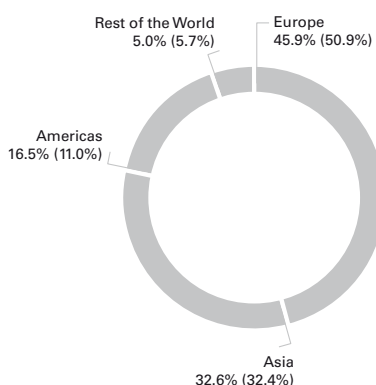
- **Net sales increase to CHF 163.1 million in first half of 2011**
  - Wind Energy benefits from market share gains and completed portfolio offering
  - Tooling achieved strong ongoing growth in Q2 after a soft Q1, yet reports lower sales for the first half of 2011 compared with very strong prior year period
  - Transportation sales show stable growth and promising outlook
  - Marine shows gradual recovery
- **EBIT margin of 8.0%, operational EBIT margin of 6.0% for first half of 2011**
- **Profit for the first half of 2011 of CHF 9.5 million or CHF 20.32 per listed bearer share**
- **Operating cash flow of CHF 4.6 million; RONA at 10.3%**
- **Expecting positive sales trend, particularly in Wind Energy and Tooling**
  - Gurit expects further sales growth and a margin improvement for second half of 2011
  - Achieving a full-year operational EBIT margin in the 8–10% target range may prove to be challenging given the current economic situation

HALF-YEAR 2011  
NET SALES BY MARKETS



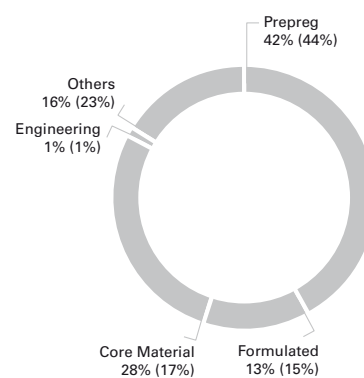
(Prior year period)

HALF-YEAR 2011  
NET SALES BY REGION



(Prior year period)

HALF-YEAR 2011 NET SALES  
BY PRODUCT CATEGORY



(Prior year period)

## Dear Shareholders

During the first half of 2011, Gurit achieved double-digit growth and generated on a FX-adjusted basis 16.8% higher net sales of CHF 163.1 million despite a very challenging market environment for Wind Energy in Europe, for Tooling during the first quarter of 2011 and for Marine in the Pacific region. The main growth contribution overall came from the Wind Energy business and the acquisition of the balsa core material business. In reported Swiss francs, the increase amounted to 4.3%. Excluding the balsa acquisition, sales increased by 13.5% on a FX-adjusted basis, or by 1.3% in reported Swiss francs, respectively.

Gurit completed its core material offering range with the acquisition of the balsa business in spring 2011.

The high raw material price levels encountered in the reporting period increased Gurit's cost base. The tight earnings situation of most customers in the Wind Energy and Marine businesses led to partial and time delayed price increases which affected the margins in the reporting period.

Group EBIT reached CHF 13.1 million for the first half of 2011; this reflects a margin of 8.0% of sales. It included a one-time profit of CHF 2.9 million from the sale of an operationally not needed land lot in Switzerland. In the prior year period, Group EBIT amounted to CHF 21.9 million and included a one-time profit of CHF 7.4 million, mainly relating to a settled patent dispute. The operational EBIT for the first half of 2011 declined by CHF 3.6 million to CHF 9.7 million or by 2.5 percentage points to 6.0% of sales. The operational EBIT would have been at about the previous year's level without the negative exchange rate effects.

The Group's balance sheet is solid with a reported equity ratio of 45.8%. The net working capital base increased in the reporting period due to higher inventory levels, anticipating growth in the second half-year 2011. Equally, higher levels of accounts receivables resulted from payment delays mainly due to liquidity constraints in the Chinese Wind Energy market and higher sales to regions with typically longer payment terms.

The return on net assets (RONA) on the basis of the operational EBIT declined from 13.3% a year ago to now 10.3% in the reporting period.

The cash flow from operations amounted to CHF 4.6 million for the period. Gurit closed the books at the end of June with cash and cash equivalents of CHF 26.2 mil-

lion. Having invested close to CHF 5 million in property, plant and equipment as well as intangibles, Gurit reports an almost balanced free cash flow of CHF -0.4 million for the period. For the remainder of the year, capital expenditures should not exceed the level recorded during the first half of 2011.

The net profit for the period amounted to CHF 9.5 million, down from CHF 16.2 million a year ago when a higher level of non-recurring income had been recorded. This translates into earnings per listed bearer share of CHF 20.32 after CHF 34.78 a year ago.

## Developments by target market

### Wind Energy

The market environment for the Wind Energy business was challenging as the Chinese Wind Energy market stagnated for the first time since its fulminant growth phase of the past years. The tight liquidity and earnings situation of most Chinese customers, created by stiff competition over lower industry demand levels, led to a concentration of turbine blade manufacturers and to fewer, but stronger customers. Despite this situation, Gurit managed to grow sales in China and India thanks to its stronger set-up and good market presence. In India, growth was backed by a more continuous demand pattern at a key customer and by new customer facilities coming on-stream.

In Europe, the Wind Energy business still developed rather sluggishly during the period under review: due to lower demand especially in southern Europe, one plant of a key customer was temporarily closed for a good portion of the period, while another key customer was operating at a lower run rate than last year. Both situations will improve in the second half of 2011.

The American markets have shown moderate growth, slowly gathering momentum from the depressed levels in the aftermath of the global economic crisis. South America emerges as a promising market for the coming years.

The strategic moves made over the past three years have significantly expanded the product offering, the geographic reach, and the global customer base. Gurit completed its core material offering during the reporting period through the acquisition of the balsa core business. Altogether, this creates a solid platform for organic growth in the future.

In the area of carbon fibre prepregs, more growth can be expected from increased sales to a major customer who has started to buy this material category and from higher sales to an already existing customer.

Overall, Gurit achieved 21.4% higher sales of CHF 90.1 million with Wind Energy customers in the first half of 2011. FX adjusted, the increase amounted to 37.5%. Excluding the balsa wood activities acquired in spring, Wind Energy sales would have stood at CHF 85.4 million yielding an organic growth rate of 15.1% in reported Swiss francs or of 30.4% on a FX-adjusted basis. The EBIT margin achieved in Wind Energy did not reach Group average.

### Tooling

The Chinese market for wind turbine rotor blade moulds recovered significantly from the two preceding weak quarters which served as a lead indicator for the overall Wind Energy market situation. Sales generated from April to June rose by almost 70% compared with the first three months of the year. Local Chinese demand continues to be good in the third quarter. Overall, Gurit thus expects a more positive second half-year than in 2010. The export of moulds to India and to some extent also to the USA and Europe continues to develop very dynamically. The internationalization of the tooling business is making good progress. Gurit sold more to international customers for China and abroad than to local Chinese clients in the first six months. Gurit is also building up a service organization for the installed mould base in India and will do the same in Europe in due time. Tooling strengthened its market leading position further and holds a global market share of close to 50%. Compared with the prior year period, which included a record high second quarter, sales for the first half of 2011 declined by 32.8% (23.1% FX-adjusted) to CHF 18.7 million. The new tooling factory is now complete and well utilized. Tooling has achieved an EBIT margin above Group average.

The growing global sales footprint of the Tooling business reflects in an expanded management team. Bing Chen, an American citizen with broad international and Chinese industrial and marketing experience, has been appointed new General Manager. Sales and engineering teams for the various world markets, supported by local installation teams in key markets such as India, are essential to rapidly scale up the global export business.

### Transportation

The market trends in Transportation continue to be good for Gurit. While the underlying aerospace market grows at a high single-digit rate this year, Gurit expects to generate some additional momentum in the years to come with new products and by expanding its customer base more into regional and business jets as well as into first structural applications. The commercial success of Airbus with its range of rejuvenated and newly designed airplane models is positive news for Gurit and should translate into rising mid-term demand. The final materials' specifications and contracts for the interiors of the new A350 are expected to be fixed this year. This will be reflected in the renewal of the multi-year supply contracts which Gurit expects to agree with several key customers before year end.

The automotive business witnessed a volatile sales development during the first four months, but is now performing to plan. A negative EBIT is still expected for 2011, but Automotive has a better basis to create value as from 2012 onwards. With the new contract won in May, it will grow significantly in volume and the production capacities will be well utilized.

During the first six months of 2011, Gurit achieved 5.5% higher Transportation sales (13.3% FX-adjusted) of CHF 28.1 million and an EBIT margin exceeding Group average.

### Marine

The Marine business continued to recover gradually in the first half of 2011. The European and the American markets developed quite well, almost achieving double-digit increases on a FX adjusted basis. The business, however, continues to be volatile and dependent on single projects and their timing. China and South East Asia also show rising activity, yet are picking up from much lower levels. The strong Australian dollar practically led to a production halt in the marine industries of Australia and New Zealand and thus largely impeded engineering and material sales.

Gurit achieved on a FX-adjusted basis a sales increase of 4.1% in its Marine business. In reported Swiss francs, sales declined by 6.4% to CHF 25.6 million. The EBIT margin of the Marine business was clearly inferior to the Group average.

### Other Group activities

Gurit continues to investigate opportunities in new businesses. The strong engineering position proves to be a valuable base for the development of new composite applications. Gurit currently supports various projects in the area of tidal energy and selected other composite structures. Usually starting off as engineering support mandates, first projects have now entered into the prototyping phase and may generate solid sales in the mid-term. In the first half of 2011, Gurit achieved sales of CHF 0.7 million with these activities.

### Outlook

Gurit projects further sales growth and a margin improvement for the second half of the year. Achieving an operational EBIT margin in the targeted 8–10% range is a challenge in the current economic situation.

Yours sincerely  
Gurit Holding AG



Dr Paul Hälg, Chairman of the Board of Directors



Rudolf Hadorn, Chief Executive Officer

## CONSOLIDATED INCOME STATEMENT

IN CHF 1000

	Note	Half-year ended June 30, 2011 unaudited	Half-year ended June 30, 2010 unaudited
Net sales	4	163 099	156 425
Other operating income		651	1 256
Change in inventories of finished and unfinished goods		475	4 998
Material expense		-86 669	-80 640
Personnel expense		-41 145	-39 968
Other operating expenses		-20 370	-20 881
Impairment reversals		131	-
Depreciation		-5 592	-6 177
Amortization		-387	-437
Operating profit		10 193	14 576
Finance expense		-5 578	-4 778
Finance income		4 172	3 010
Ordinary result		8 787	12 808
Non-operating result		2 903	-
Extraordinary result		-	7 356
Profit before tax		11 690	20 164
Income tax expense		-2 206	-3 943
<b>Profit for the half-year</b>		<b>9 484</b>	<b>16 221</b>

### Earnings per share

Basic earnings per bearer share	CHF 20.32	CHF 34.78
Diluted earnings per bearer share	CHF 20.32	CHF 34.78
Basic earnings per registered share	CHF 4.06	CHF 6.96
Diluted earnings per registered share	CHF 4.06	CHF 6.96

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

## CONSOLIDATED BALANCE SHEET

IN CHF 1000

	Note	At June 30, 2011 unaudited	At December 31, 2010 audited	At June 30, 2010 unaudited
<b>Assets</b>				
Cash and cash equivalents		26 221	40 055	39 605
Securities		109	135	125
Derivative financial instruments		508	130	972
Trade receivables		57 692	46 915	49 567
Other receivables		9 937	8 255	9 376
Prepayments and accrued income		4 529	2 972	7 700
Inventories		41 718	36 226	41 513
<b>Current assets</b>		<b>140 714</b>	<b>134 688</b>	<b>148 858</b>
Other receivables		85	437	90
Deferred income tax assets		2 425	2 507	2 766
Property, plant and equipment		91 099	97 112	100 787
Intangible assets		5 186	5 986	3 928
<b>Non-current assets</b>		<b>98 795</b>	<b>106 042</b>	<b>107 571</b>
<b>Total assets</b>		<b>239 509</b>	<b>240 730</b>	<b>256 429</b>
<b>Liabilities and equity</b>				
Borrowings	8	22 144	16 506	13 454
Derivative financial instruments		581	940	1 578
Trade payables		21 195	18 391	26 531
Other payables		5 571	4 934	11 479
Accrued liabilities and deferred income		17 454	17 352	19 417
Provisions		11 030	7 735	2 147
<b>Current liabilities</b>		<b>77 975</b>	<b>65 858</b>	<b>74 606</b>
Borrowings	8	26 557	14 035	7 929
Derivative financial instruments		–	–	952
Deferred income tax liabilities		12 604	12 635	13 509
Provisions		12 629	10 413	17 904
<b>Non-current liabilities</b>		<b>51 790</b>	<b>37 083</b>	<b>40 294</b>
<b>Total liabilities</b>		<b>129 765</b>	<b>102 941</b>	<b>114 900</b>
Share capital		23 400	23 400	23 400
Reserves from capital contributions		39 744	28 642	28 642
Treasury shares		–499	–1 249	–1 248
Hedging reserve		–230	–729	–1 530
Currency translation adjustments		–41 825	–29 795	–16 472
Offset goodwill		–48 576	–29 230	–29 230
Retained earnings		137 730	146 750	137 967
<b>Total equity</b>		<b>109 744</b>	<b>137 789</b>	<b>141 529</b>
<b>Total liabilities and equity</b>		<b>239 509</b>	<b>240 730</b>	<b>256 429</b>

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

## CONSOLIDATED CASH FLOW STATEMENT (CONDENSED)

IN CHF 1000

	Note	Half-year ended June 30, 2011 unaudited	Half-year ended June 30, 2010 unaudited
Profit for the half-year		9 484	16 221
Adjustments for non-cash items		7 286	12 937
Working capital changes		-7 391	-16 739
Finance cost net paid and income tax paid		-4 819	-4 108
<b>Net cash flow from operating activities</b>		<b>4 560</b>	<b>8 311</b>
Purchase of property, plant and equipment		-4 773	-10 241
Proceeds from sale of property, plant and equipment		321	4 546
Change in non-current other receivables		-	58
Purchase of intangible assets		-174	-454
Proceeds from disposal of subsidiaries		-	408
Acquisition of subsidiaries	7	-17 905	-
<b>Net cash flow from investing activities</b>		<b>-22 531</b>	<b>-5 683</b>
Proceeds from/(repayments of) current borrowings		-1 337	-7 012
Proceeds from/(repayments of) non-current borrowings	8	15 000	-239
Distribution to shareholders	6	-7 004	-6 997
<b>Net cash flow from financing activities</b>		<b>6 659</b>	<b>-14 248</b>
<b>Net change in cash and cash equivalents</b>		<b>-11 312</b>	<b>-11 620</b>
Cash and cash equivalents at the beginning of the half-year		40 055	51 890
Net change in cash and cash equivalents		-11 312	-11 620
Exchange (losses)/gains on cash		-2 522	-665
<b>Cash and cash equivalents at the end of the half-year</b>		<b>26 221</b>	<b>39 605</b>

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



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

IN CHF 1000

	Share capital	Reserves from capital contributions	Treasury shares	Hedging reserve	Currency translation adjustments	Offset goodwill	Retained earnings	Total equity
<b>Balance at January 1, 2010</b>	<b>23 400</b>	<b>28 642</b>	<b>-1 366</b>	<b>404</b>	<b>-15 920</b>	<b>-29 230</b>	<b>128 740</b>	<b>134 670</b>
Profit for the half-year	-	-	-	-	-	-	16 221	16 221
Changes in hedging reserve	-	-	-	-1 934	-	-	-	-1 934
Currency translation adjustments	-	-	-	-	-552	-	-	-552
<i>Total income and expense for the half-year</i>	-	-	-	-1 934	-552	-	16 221	13 735
Dividend distribution (note 6)	-	-	-	-	-	-	-6 997	-6 997
Usage of treasury shares for share-based compensation	-	-	118	-	-	-	-118	-
Share-based compensation	-	-	-	-	-	-	121	121
<i>Total transactions with shareholders</i>	-	-	118	-	-	-	-6 994	-6 876
<b>Balance at June 30, 2010</b>	<b>23 400</b>	<b>28 642</b>	<b>-1 248</b>	<b>-1 530</b>	<b>-16 472</b>	<b>-29 230</b>	<b>137 967</b>	<b>141 529</b>
Profit for the half-year	-	-	-	-	-	-	8 709	8 709
Changes in hedging reserve	-	-	-	801	-	-	-	801
Currency translation adjustments	-	-	-	-	-13 323	-	-	-13 323
<i>Total income and expense for the half-year</i>	-	-	-	801	-13 323	-	8 709	-3 813
Usage of treasury shares for share-based compensation	-	-	-1	-	-	-	1	-
Share-based compensation	-	-	-	-	-	-	73	73
<i>Total transactions with shareholders</i>	-	-	-1	-	-	-	74	73
<b>Balance at December 31, 2010</b>	<b>23 400</b>	<b>28 642</b>	<b>-1 249</b>	<b>-729</b>	<b>-29 795</b>	<b>-29 230</b>	<b>146 750</b>	<b>137 789</b>
<i>Reclassification (note 5)</i>	-	11 102	-	-	-	-	-11 102	-
Profit for the half-year	-	-	-	-	-	-	9 484	9 484
Changes in hedging reserve	-	-	-	499	-	-	-	499
Currency translation adjustments	-	-	-	-	-12 030	-	-	-12 030
<i>Total income and expense for the half-year</i>	-	-	-	499	-12 030	-	9 484	-2 047
Distribution to shareholders (note 6)	-	-	-	-	-	-	-7 004	-7 004
Usage of treasury shares for share-based compensation	-	-	750	-	-	-	-750	-
Share-based compensation	-	-	-	-	-	-	352	352
<i>Total transactions with shareholders</i>	-	-	750	-	-	-	-7 402	-6 652
<i>Goodwill directly offset with equity (note 7)</i>	-	-	-	-	-	-19 346	-	-19 346
<b>Balance at June 30, 2011</b>	<b>23 400</b>	<b>39 744</b>	<b>-499</b>	<b>-230</b>	<b>-41 825</b>	<b>-48 576</b>	<b>137 730</b>	<b>109 744</b>

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

## 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.

These interim consolidated financial statements are also available in German. The English version is binding.

### 2 Basis for preparation and accounting policies

These unaudited interim consolidated financial statements of the Group for the half-year ended June 30, 2011, have been prepared in accordance with Swiss GAAP FER 12, Interim Reporting.

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, 2010.

The accounting policies are consistent with those of the annual financial statements for the year ended December 31, 2010.

### 3 Exchange rates

The principal exchange rates used were as follows:

	June 30, 2011	December 31, 2010	June 30, 2010	Ø Half-year 1 2011	Ø Half-year 1 2010
1 EUR	1.1989	1.2468	1.3247	1.2704	1.4379
1 GBP	1.3346	1.4554	1.6354	1.4648	1.6511
1 CAD	0.8532	0.9409	1.0355	0.9279	1.0473
1 CNY	0.1289	0.1427	0.1599	0.1388	0.1589
1 USD	0.8331	0.9408	1.0852	0.9066	1.0829

## 4 Net sales

IN CHF 1000

	Half-year ended June 30, 2011 unaudited	Half-year ended June 30, 2010 unaudited
<b>Net sales by markets</b>		
Wind Energy	90 078	74 193
Tooling	18 660	27 781
Transportation	28 073	26 600
Marine	25 626	27 371
Others	662	480
<b>Total net sales</b>	<b>163 099</b>	<b>156 425</b>

IN CHF 1000

	Half-year ended June 30, 2011 unaudited	Half-year ended June 30, 2010 unaudited
<b>Net sales by regions</b>		
Europe	74 763	79 634
Asia	53 176	50 715
Americas	26 946	17 201
Rest of the World	8 214	8 875
<b>Total net sales</b>	<b>163 099</b>	<b>156 425</b>

## 5 Reclassification in equity

Following the change in the Swiss tax system in relation to capital contributions and based on the respective resolutions taken by the Annual General Meeting of Shareholders held on April 29, 2011, an amount of CHF 11 102 000 was reclassified from "retained earnings" to "reserves from capital contributions" in the consolidated financial statements.

## 6 Distributions to shareholders

In accordance with the resolution of the Annual General Meeting of Shareholders held on April 29, 2011, an amount of CHF 7 004 000 (CHF 3.00 per registered share and CHF 15.00 per bearer share) has been distributed to the shareholders on May 6, 2011, out of "reserves from capital contributions". Dividends paid in 2010 amounted to CHF 6 997 000 (CHF 3.00 per registered share and CHF 15.00 per bearer share).

## 7 Acquisition of subsidiaries

On March 30, 2011, the Group acquired 100% ownership interests in Balseurop Ecuato Española, S.L., in Spain together with its subsidiary Delegacion Ecuatoriana de Balsaflex España, Del.E.B.ES, CIA, LTDA, in Ecuador. The total purchase consideration and net assets acquired amounted to CHF 26 857 000 and CHF 7 511 000 respectively, resulting in a goodwill of CHF 19 346 000, which was offset in equity. The cash outflow on this acquisition, net of cash acquired, amounted to CHF 13 673 000.

In May 2011, the Group also paid a contingent consideration of CHF 4 232 000 in relation to the acquisition of 100% ownership interests in CheerTech Investment together with its fully owned subsidiary Suzhou Red Maple in 2009.

## 8 Borrowings

In connection with the acquisition, the Group took out new bank loans in the amount of CHF 15 000 000 which mature until 2016.

## INVESTOR RELATIONS

### Share capital:

The share capital of Gurit Holding AG is divided into:

240 000 registered shares	
at CHF 10.00 par value	securities no. 185 039
420 000 bearer shares	
at CHF 50.00 par value	securities no. 801 223

(Par value adjusted to CHF 50, this results, purely arithmetically, in a total of 468 000 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.	801 223

### Investor Relations Contact:

Gurit Holding AG  
c/o Gurit Services AG  
Schaffhauserstrasse 339  
CH-8050 Zürich/Oerlikon

Phone: +41 (0)44 316 1550  
Fax: +41 (0)44 316 1569  
www.gurit.com  
bernhard.schweizer@gurit.com

### Important dates:

October 28, 2011: Press release on Q3 sales  
End of March 2012: Presentation full year results 2011  
Analyst/Media conference  
Publication of Annual Report  
April 2012: Annual General Meeting  
End of August 2012: Half-year report 2012

### Internet/e-mail alerts:

For additional information, please visit the Gurit website at [www.gurit.com](http://www.gurit.com). Sign-up for e-mail alerts on Gurit is available at [http://investors.gurit.com/investor-relations/news\\_en.html](http://investors.gurit.com/investor-relations/news_en.html)

This report contains forward-looking statements that include risk and uncertainties regarding the future global developments that cannot be influenced by the company. Forward-looking statements may reflect the intentions, beliefs or current expectations and projections of Gurit Holding AG about the future results of operations, financial condition, liquidity, performance and similar circumstances. Such statements are made on the basis of assumptions and expectations which may prove to be erroneous, although Gurit Holding AG believes them to be reasonable at this time.

This half-year report is also available in German. The English version is binding.