

Financial Report  
for 2000 of the Mikron  
Group



**Production Equipment**

The image shows a collage of industrial machinery, including what appears to be a lathe and other precision manufacturing equipment, set against a background of a globe.

**Components**

The image shows a collage of various mechanical and electronic components, including what looks like a car wheel assembly and several mobile phones, set against a background of a globe.

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# Consolidated Financial Statements 2000

## Financial Report

### GENERAL

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Financial year 2000 covers 12 months, in contrast with the previous 11 months financial year due to the shift of the end of year from 31 January to 31 December.

Financial 2000 was a very eventful year for the Mikron Group. In July, the Standard Machines product group and 20% of the shares of Step-Tec AG were sold to Agie Charmilles Holding AG. This transaction had a positive impact on the Group's balance sheet. Despite higher volumes, total assets remained practically unchanged. In addition, working capital and net indebtedness were reduced.

Less pleasant was the development of the Infocom Technology division, which was hit hard due to the unexpected consolidation of the mobile phone market. The effect of consolidation was compounded by restructuring steps, which were started by Ericsson, the main customer in the Infocom Technology division. Consequently, volumes and especially results, fell far short of expectation. Because of these events, Mikron started a high-impact restructuring program in Europe. The workforce was cut by 200 in 2000, and will fall by a further 700 staff in Scandinavia with the closure of a plant in Norway in 2001. Restructuring provisions for these measures of the order of CHF 24 million were made from the proceeds from the sale of the Standard Machines product group.

Another significant event of financial 2000 was the acquisition of the AXXICON Group, which was concluded successfully at the beginning of 2001 with the purchase of the shares. The acquisition of the AXXICON Group was financed by a new long-term facility granted by an international banking syndicate in 2000. With this facility, Mikron has long-term credit limits that also include sufficient liquidity reserves.

Net sales rose by 29,8 % to CHF 664,7 million, and earnings before interest and taxes rose by 36,4 % to CHF 65,4 million. The annual result after goodwill amortization improved by 21,9 % from CHF 28,0 million to CHF 34,1 million. Since the total assets of CHF 707,2 million remained practically unchanged from the previous year, the equity ratio rose from 35,3 % to 38,2 %.

### BALANCE SHEET

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#### Cash and marketable securities

Cash and marketable securities increased compared with previous year, since the new sub-holding company for the takeover of the AXXICON shares was founded with a cash contribution of EURO 22 million at the end of 2000.

#### Receivables

The fall in receivables is mainly attributable to the sale of the Standard Machines product group. Without this effect, receivables rose slightly compared with the previous year because of the high volume of deliveries in December.

#### Inventories

The absolute inventory figure fell, primarily because of the Standard Machines effect. In addition, inventory turnover improved. The higher figure for work in process and down payments by customers reflects the higher volume of stock of orders than in the previous year.

#### Fixed assets

Tangible assets increased mainly due to the high capital expenditures of the Infocom Technology division including technology and equipment for surface treatment and the expansion of capacities in Asia. The financial assets increased due to the AXXICON shares purchased in 2000.

#### Banks, loans, bonds & notes, mortgages

Because of the cash contribution to the newly-founded sub-holding for the takeover of the AXXICON Group shares, these balance-sheet items increased slightly despite the sale of the Standard Machines product group. There were substantial changes in the banks and mortgages items. With the new facilities from the international banking syndicate, a large proportion of the mortgage loans was repaid by long-term unsecured loans.

#### Accounts payable

The fall in this item is explained by the Standard Machines effect.

#### Other short-term liabilities

Because of the restructuring provision for the Infocom Technology division, this item increased compared with the previous year.

### Shareholders' equity

Because of considerable translation adjustments of about CHF 12,1 million, the increase in equity was less than the net earnings for the year. The equity ratio rose from 35,3 % to 38,2 % as a result of the practically unchanged total assets.

strong rise in receivables. As a result, the operating cash flow is CHF 60,6 million. The cash flow used in investing activities is above the realized cash flow, despite the realized disinvestment mainly due to the high capital expenditure for the Infocom Technology division. The cash flow from financing activities shows that the need for additional funds was covered through the increased bank debts.

### STATEMENT OF INCOME

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Financial year 2000 covers 12 months, in contrast with the previous 11 months financial year due to the shift of the end of year from 31 January to 31 December. Because of the sale of the Standard Machines product group, only seven months' figures are included for this group in the 2000 annual accounts. On the other hand, the Infocom Technology division acquired at the beginning of June of last year is now recognized for 12 months in the 2000 annual accounts. Net sales rose by 29,8 % compared with the previous year. Adjusted for the special inflows mentioned initially, the volume growth rate is still about 20 %. Other operating expenses and other financial income increased substantially. For other operating expenses, the increase is attributable to the restructuring provision made for the Infocom Technology division, and other financial income rose mainly because of the profit from the sale of the Standard Machines product group. This item also includes the income from the sale of management options to members of the Board and management of Mikron. The increase in interest expenses is explained by the fact that the interest on the increase on debts because of the acquisition of the Infocom Technology division is recognized for 12 months in financial 2000 instead of 7 months. Net earnings before goodwill amortization increased by 29,1% to CHF 42,9 million.

### STATEMENT OF CASH FLOW

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Cash flow before movement in net working capital increased by 13,7 % to CHF 56,2 million due to improved net earnings, higher depreciation, and goodwill amortization. Because of the provision for the restructuring of the Infocom Technology division, the change of net working capital was insignificant despite the

# Consolidated Balance Sheet at December 31, 2000

ASSETS		in CHF 1'000	
	*	31.12.2000	31.12.1999
<b>Current assets</b>			
Cash and marketable securities	14	79'495	56'151
Receivables			
Accounts receivable, less allowance for doubtful accounts	14	112'342	135'716
Other receivables		14'912	13'724
		127'254	149'440
Inventories, less provisions	14	62'232	105'980
Prepaid expenses		12'241	10'017
<b>Total current assets</b>		<b>281'222</b>	<b>321'588</b>
<b>Fixed assets</b>			
Tangible assets	15	251'749	204'280
Financial assets	15	10'390	95
Intangible assets	16	163'830	173'782
<b>Total fixed assets</b>		<b>425'969</b>	<b>378'157</b>
<b>TOTAL ASSETS</b>	29	<b>707'191</b>	<b>699'745</b>

\* Details to the position on the page indicated

**LIABILITIES AND SHAREHOLDERS' EQUITY**

in CHF 1'000

Liabilities	*	31.12.2000	31.12.1999
<b>Current liabilities</b>			
Banks		4'361	4'197
Accounts payable		60'574	86'461
Tax liabilities		4'925	5'187
Other current liabilities		70'745	52'400
Accrued expenses		18'265	26'165
<b>Total current liabilities</b>	16	<b>158'870</b>	<b>174'410</b>
<b>Long-term liabilities</b>			
Banks		133'046	66'217
Loan from Mikron Pension fund		0	7'000
Bonds & Notes		114'776	119'444
Mortgages		4'325	41'921
Other long-term liabilities		5'938	8'625
Provisions for taxes and deferred taxes		11'985	14'277
Other provisions		8'002	20'415
<b>Total long-term liabilities</b>	17	<b>278'072</b>	<b>277'899</b>
<b>Total liabilities</b>	28	<b>436'942</b>	<b>452'309</b>
<b>Minority Interests</b>		<b>392</b>	<b>307</b>
<b>Shareholders' equity</b>			
Share capital		64'075	62'928
Legal reserve		98'992	93'896
Reserve for own shares		255	278
Consolidation and revaluation reserves		17'077	29'197
Retained earnings			
Carry forward from prior year		55'321	32'834
Net result for the year		34'137	27'996
		89'458	60'830
<b>Total shareholders' equity</b>	20	<b>269'857</b>	<b>247'129</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>707'191</b>	<b>699'745</b>

\* Details to the position on the page indicated

# Consolidated Statement of Income for 2000

in CHF 1'000

	*	2000 <sup>1)</sup>	1999 <sup>2)</sup> (11 months)
Net sales	28/30	664'725	512'254
Change in work-in-process/finished goods		5'371	20'736
Capitalized own production		5'484	2'785
<b>Total operating output</b>		<b>675'580</b>	<b>535'775</b>
Material cost and subcontractors	21	294'681	248'085
Personnel expenses	21	208'326	161'775
Other operating expenses - net	21	108'560	59'275
Other financial income - net	21	-32'836	-3'476
Depreciation		31'429	22'157
<b>Earnings before interests and taxes</b>	<b>28</b>	<b>65'420</b>	<b>47'959</b>
Interest expenses - net	21	14'329	8'207
Taxes	22	8'146	6'678
<b>Earnings before minority interest</b>		<b>42'945</b>	<b>33'074</b>
Minority interests on net earnings for the year		-96	117
<b>Net earnings for the year before goodwill amortization</b>		<b>42'849</b>	<b>33'191</b>
Goodwill amortization		8'712	5'195
<b>NET EARNINGS FOR THE YEAR</b>		<b>34'137</b>	<b>27'996</b>
Earnings per share - basic	31	26.83	25.01
Earnings per share - diluted	31	26.61	24.45

\* Details to the position on page indicated

<sup>1)</sup> Period January 1st - December 31st 2000

<sup>2)</sup> Period February 1st - December 31st 1999

# Consolidated Statement of Cash flow for 2000

in CHF 1'000

*	2000 <sup>1)</sup>	1999 <sup>2)</sup> (11 months)
<b>Cash flow from operating activities</b>		
Net earnings for the year	34'137	27'996
Depreciation		
Tangible assets	27'686	19'382
Intangible assets	3'743	2'775
Goodwill amortization	8'712	5'195
Minority interests on net earnings for the year	96	-117
Movement in long-term liabilities/provisions/minority interests	-17'064	-2'083
Other non-cash items	-1'134	-3'756
<b>Cash flow before movement in net working capital</b>	<b>56'176</b>	<b>49'392</b>
Movement in receivables and prepaid expenses	-41'772	-6'521
Movement in inventories	-8'062	-9'518
Movement in accounts payable	5'828	17'782
Movement in current liabilities and accrued expenses	48'403	5'387
<b>Cash flow from operating activities</b>	<b>60'573</b>	<b>56'522</b>
<b>Cash flow from investing activities</b>		
Capital expenditure in tangible assets	-84'343	-34'046
Acquisitions (net of cash acquired)	25 -4'674	-172'001
Disinvestments (net of cash disposed)	25 23'292	0
Amortization of finance leases	-2'814	-1'506
Movement in financial and intangible assets	-18'402	-1'515
<b>Cash flow used in investing activities</b>	<b>-86'941</b>	<b>-209'068</b>
<b>Cash flow from financing activities</b>		
Payment of dividend	-6'293	-5'336
Movement in bonds & notes	-5'176	77'710
Proceeds from issuance of share capital	6'242	61'864
Movement in bank debts, mortgages and loan from pension fund	53'777	39'309
<b>Cash flow from financing activities</b>	<b>48'550</b>	<b>173'547</b>
<b>Effect of exchange rate changes on cash and marketable securities</b>	<b>1'162</b>	<b>1'724</b>
<b>Increase/decrease in cash and marketable securities</b>	<b>23'334</b>	<b>22'725</b>
Cash and marketable securities at beginning of period	56'151	33'426
Cash and marketable securities at end of period	79'495	56'151

\* Details to the position on page indicated

<sup>2)</sup> Period January 1st - December 31st 2000

<sup>3)</sup> Period February 1st - December 31st 1999



# Notes to Consolidated Financial Statements for 2000

## Additional Information to Balance Sheet

in CHF 1'000

	2000	1999
<b>Contingent liabilities</b>		
Bank guarantees for machinery delivered	1'603	1'371

In the ordinary course of business, the company and/or its subsidiaries are involved in legal disputes. In the opinion of the

### Assets pledged to secure own debts

Tangible assets - book value of property, plant and equipment	236'820	201'416
Total collateral securities	59'184	73'030
deposited to secure own debts	4'784	47'600
loans used: mortgages	4'325	41'921
used by finance leasing: machinery, equipment	5'167	6'744

### Lease commitments

The future minimum lease payments under non cancellable operating leases are as follows

not later than 1 year	5'977	3'116
later than a year and not later than 5 years	19'121	3'594
later than 5 years	17'977	295

### Fire insurance value of tangible assets and inventories

Buildings	130'461	137'787
Machinery, equipment and inventories	503'600	528'646

**Significant investments**

see page 42.

**Information on own shares**

On December 31, 2000 400 shares of Mikron Holding AG were held by Mikron Management AG, Biel (year before: Mikron AG, Nidau) and 1'850 (year before 2'050) shares were held by Mikron Holding AG. The stock reduced in connection with the acquisition of Aus-Tech Mold & Design.

**Events occurring after the balance sheet date**

On January 4, 2000 Mikron Holding AG has taken over through the new incorporated Mikron Finance BV 99,7 % of the shares of the Dutch Group AXXICON BV. The cost of this acquisition including the budgeted acquisition expenses amounted to EURO 72,2 million. AXXICON which was quoted on Euronext Amsterdam and achieved a net turnover of EURO 85 million and an EBIT before the take-over related cost in the amount of EURO 7,2 million.

At the press conference on January 23, 2001 the Mikron Group communicated its final restructuring plan of its Infocom Technology Division. The production of the plant in Loerenskog (Mikron Oslo ASA) will be closed in 2001 and the production equipment will be transferred to Asia and America. The core knowledge of the Infocom sector will be concentrated in the Technology Center in Norway.

# Accounting Principles

## GENERAL INFORMATION

The consolidated financial statement is drawn up in accordance with company regulations, which conform to the standards of the International Accounting Standard Committee (IAS). Of the revised new International Accounting Standards to be considered following standards have an impact on the financial statements:

IAS 10 (revised 1999)	Events after Balance Sheet Date
IAS 36 (1998)	Impairment of Assets
IAS 37 (1998)	Provisions, Contingent Liabilities and Contingent Assets
IAS 38 (1998)	Intangible Assets

On February 21, 2001 the board of directors declares the financial statements as final. The financial statements will be approved by the general meeting on April 26, 2001. The annual accounts of the companies which are included in the consolidation are drawn up on December 31 in accordance with uniform standards of valuation.

## THE SCOPE OF CONSOLIDATION

Included in the consolidation are Mikron Holding AG, all existing subsidiaries and their shareholdings, of which Mikron Holding AG holds directly or indirectly the majority of the shares, as well as joint ventures, for which Mikron Holding AG holds directly or indirectly 50% of the shares.

## CONSOLIDATED PRINCIPLES

Consolidation is based on the bookkeeping of the individual Mikron companies. Relationships within the Group (receivables and liabilities, expenses and income), as well as intragroup profit are eliminated on consolidation. The reporting currency is the Swiss franc. The capital consolidation is aimed at offsetting the consolidated net assets with the applicable book value on this investment. Capital consolidation proceeds in accordance with Anglo Saxon methods. Assets, liabilities and expenses and revenue are recorded in their entirety, in accordance with full consolidation methods. At the time of the initial consolidation, the assets and liabilities of acquired companies are valued according to their standard group principles. Any goodwill (difference between the purchase price and the entire shareholders' equity shown in books of the company that has been acquired) remaining after revaluation is entered into the accounts as intangible assets and written off over a period of a

maximum of 20 years. Minority interests in the equity and results of the consolidated subsidiaries are shown as a separate item in the consolidated financial statements. For joint ventures included in the consolidated financial statements the proportionate consolidation is applied, which means that Mikron's share of each of the assets, liabilities, income and expenses is combined with the corresponding items of the consolidated financial statements.

## FOREIGN CURRENCY TRANSLATION

Profit or loss, resulting from transactions in foreign currency, is booked in the statement of income. At the balance sheet date, positions in foreign currency are reported using the closing rate. Any exchange differences are recognized in the statement of income. If the foreign currency item was secured by a hedging instrument, the exchange rate of the hedging instrument is applied. Balance sheets in foreign currencies are translated into Swiss francs at the year-end rate. Statements of income and the cash flow statements in foreign currencies are translated into Swiss francs at the average rate for the fiscal year. Any translation differences resulting from changes in the exchange rates on the equity of the consolidated subsidiaries, the exchange differences on long-term intercompany financing and the differences resulting from the translation of the results for the year and the cash flow statement are recorded directly in shareholder's equity and therefore do not affect the profitability.

## DEFINITIONS AND EVALUATION PRINCIPLES

### ASSETS

#### Current assets

##### Cash and marketable securities

Cash consists of cash on hand, bank and postal giro account balances, third-party sight and demand deposits. These items also include own shares, which are valued at historical cost or lower market value. Mikron shares which were given for the acquisition of a minority holding of an AXXICON company at the beginning of 2001 are adjusted to the agreed value.

##### Financial instruments

For all financial instruments, which are used to secure an existing balance sheet position, gains or losses on these hedging instruments are recognized in the statement of income. All other financial instruments, which were established for future transactions, are valued at fair market value and unrealized gains and losses as of the balance sheet date are disclosed.

For the interest-rate swap the amounts to be paid or received are considered as changes of interest rates and are accrued in the statement of income over the term of the individual swaps as interest expense or income.

##### Receivables

Receivables are shown in the books at nominal value. An allowance for doubtful accounts is deducted for uncollectible accounts receivables.

##### Inventories

Inventories are basically shown in the books at purchase price, production cost or at the lower net realizable value. Production costs include raw materials, subcontractors' cost, direct production costs and separable production overheads. In the production of special machines project orders involving a definite purchase commitment are evaluated in a way that takes into consideration both the manufacturing costs, and a portion of the distribution and administrative costs in accordance with the progress of the project. Following appropriate appraisal, provisions are set up for project risks and losses which are already present on the balance sheet date, or can be foreseen in the future. The inventory evaluation proceeds by means of the FIFO or the market average method. Provisions are set up for slow moving items. Obsolete items are written off.

#### Fixed assets

##### Tangible assets

Property is recorded at market value. Buildings, machinery and equipment are depreciated in view of the useful anticipated life. Internal added value work is included in the costs. Property values are adjusted to market value at regular intervals. The majority of the properties were appraised as of January 31, 1999 by an independent expert. The changes are shown in the books in the revaluation reserves in the shareholders' equity. In the event of the devaluation of property, changes that are in excess of the revaluation reserves are shown in the statement of income. Depreciation proceeds in accordance with the rules outlined below. The interest accumulated on the financing of additions to tangible assets are capitalized before being put into operation. The estimated useful life for the key groups of tangible assets are shown below. Depreciation is determined using the straight-line method:

	years
Buildings	45
Equipment and installations	25
Machines	10
EDP equipment and software (bought before 31.1.98)	5
EDP equipment and software (bought after 31.1.98)	3
Vehicles	5
Office equipment and machines	5
Furniture	12
Leasehold improvements	for length of lease agreement

Changes in the rates of depreciation, in particular in the form of special depreciation allowances, can be applied for the purpose of adjustments to conform with technical progress or special economic circumstances.

##### Leasing

Leases and the related financial obligations acquired under finance lease are recorded lower of the estimated fair value of the asset or the estimated net present value of future minimum lease payments. Assets under finance lease are amortized over their estimated useful lives (see tangible assets).

Operating lease payments are treated as operating cost and charged to the income statement as incurred.

### Financial assets

Long-term loans to third parties are shown in the books at the year-end face value. Non-consolidated investments and securities are shown at the historical purchase cost, less provisions where applicable.

### Intangible assets

The intangible assets (prototypes, patents, licences, trade marks etc.) are written off over their economic or useful life, whichever is shorter, with 5 years constituting the maximum period. Goodwill is amortized over a period of 20 years maximum.

### Impairments of assets

The value of fixed assets and other non-current assets, including goodwill and other intangible assets, is assessed to ensure the respective carrying value is no more than the recoverable amount. If it is determined that an asset is carried more than its recoverable amount, the asset is depreciated (recognized as an impairment loss) to the extent that the resulting carrying value represents the expected estimated future cash flow.

## LIABILITIES

### Banks

Current bank liabilities, partly on a current account basis, partly as firm advances, as well as long-term bank liabilities as firm advances, at the nominal value.

### Accounts payable

Suppliers' liabilities at the nominal value.

### Other current liabilities

Current portion of long-term liabilities, other current liabilities and provisions at the nominal value.

### Mortgages

Long-term loans secured by mortgage, at the nominal value.

### Provisions

Provision for commitments and contingencies are recognized only if Mikron has a present obligation to a third party, which has arisen from a past event, and if a reasonable estimate of that obligation can be made.

### Pensions

The liabilities for personnel pension benefits, shown under the provisions, conform to national statutory requirements. The pension funds are generally defined contribution plans.

## STATEMENT OF INCOME

### Net sales

This item contains the invoiced sales to third parties after the deduction of value added taxes, discounts, rebates and sales commission. The revenue is booked upon delivery.

### Research and development

Research and development expenses are generally charged directly to the statement of income. Costs incurred for special, clearly defined development projects, with good chances of success on the market, and machine prototypes are capitalized and written off over a maximum of five years.

### Taxes

Taxes, paid on the results of the individual companies in accordance with accounting principles and tax regulations, are charged to the Group's statement of income. The "comprehensive liability" method is applied. If the balance sheet values based on uniform Group standards of evaluation differ from the taxation of the balance sheet values, deferred tax assets or liabilities are considered.

Deferred tax assets, including assets for unused tax loss or carryforwards and expected tax credits, are only recognized if it is probable that the assets may be set off against future profits.

### Cash flow / Free cash flow

Cash flow is calculated according to the formula: net earnings for the year plus depreciation and goodwill amortization plus/minus minority interests on net earnings for the year plus/minus changes in the long-term liabilities/provisions/minority interests and other non-cash items plus/minus movements in the position of the working capital. The amounts arrived at in this manner correspond to the cash flow from operating activities. The free cash flow results from cash flow used in operating activities less cash flow used in investing activities.

# Details to Consolidated Financial Statements

## EXCHANGE RATES

in CHF 1'000

### Consolidated statement of income

### Consolidated balance sheet

Currency	2000	% Movement	Prior Year	2000	% Movement	Prior Year
DEM	79.6128	-2,72	81.8400	77.9720	-4,99	82.07
ESP	0.9358	-2,72	0.9620	0.9165	-4,98	0.9646
FRF	23.7377	-2,71	24.4000	23.2485	-4,99	24.4700
GBP	2.5679	4,73	2.4519	2.4500	-4,35	2.5615
ITL	0.0804	-2,66	0.0826	0.0788	-5,07	0.0829
JPY	1.5701	15,7	1.3570	1.4300	-7,8	1.5510
NOK	19.1841	-0,86	19.3501	18.4500	-6,89	19.8170
SGD	98.2222	9,39	89.7900	94.7500	-0,44	95.1700
USD	1.6968	11,5	1.5217	1.6400	3,74	1.5808

## BALANCE SHEET

	31.12.2000	31.12.1999
<b>Cash and marketable securities</b>		
Cash, post, banks, cheques	77'687	55'118
Marketable securities	1'808	1'033
<b>Total cash and marketable securities</b>	<b>79'495</b>	<b>56'151</b>
<b>Accounts receivable</b>		
Accounts receivable	113'851	139'621
Notes receivable	929	1'088
Allowance for doubtful accounts	-2'438	-4'993
<b>Total accounts receivable</b>	<b>112'342</b>	<b>135'716</b>
<b>Inventories</b>		
Raw material	22'151	23'718
Work in process	87'508	80'147
Finished goods	21'875	53'723
Down payments to suppliers	2'967	3'461
Down payments from customers	-72'269	-55'069
<b>Total inventories</b>	<b>62'232</b>	<b>105'980</b>
At the balance sheet date the carrying amount of inventories carried at net realizable value amounts to:	1'661	1'266

## Development of tangible assets

in CHF 1'000

	Real estate	Machinery	Equipment	Down payments	Leasing	Total 2000	Total 1999
<b>At cost</b>							
<b>Position 01.01.</b>	<b>169'109</b>	<b>127'447</b>	<b>65'433</b>	<b>2'864</b>	<b>9'689</b>	<b>374'542</b>	<b>292'741</b>
Changes in the scope of consolidation	-1'480	-12'611	-3'580	-20	0	-17'691	47'392
Additions	5'067	55'138	11'909	13'832	1'461	87'407	36'298
Other movements	91	9'622	-6'721	-1'192	-743	1'057	1'850
Disposals	-27	-7'542	-5'055	0	-1'124	-13'748	-7'427
Translation adjustments	-394	-4'580	-1'337	-555	-129	-6'995	3'688
<b>Position at 31.12.</b>	<b>172'366</b>	<b>167'474</b>	<b>60'649</b>	<b>14'929</b>	<b>9'154</b>	<b>424'572</b>	<b>374'542</b>
<b>Accumulated depreciation</b>							
<b>Position at 01.01.</b>	<b>-61'590</b>	<b>-69'641</b>	<b>-37'056</b>	<b>0</b>	<b>-1'975</b>	<b>-170'262</b>	<b>-135'880</b>
Changes in the scope of consolidation	695	9'521	2'272	0	0	12'488	-19'342
Additions	-3'186	-15'225	-7'885	0	-1'390	-27'686	-19'382
Other movements	-223	-6'727	5'837	0	165	-948	137
Disposals	9	5'716	4'534	0	890	11'149	5'539
Translation adjustments	207	1'645	547	0	37	2'436	-1'334
<b>Position at 31.12.</b>	<b>-64'088</b>	<b>-74'711</b>	<b>-31'751</b>	<b>0</b>	<b>-2'273</b>	<b>-172'823</b>	<b>-170'262</b>
<b>Net book value at 31.12.</b>	<b>108'278</b>	<b>92'763</b>	<b>28'898</b>	<b>14'929</b>	<b>6'881</b>	<b>251'749</b>	<b>204'280</b>

Included under the heading "other movements" are changes in valuation, transfers between individual categories and other adjustments.

## Financial assets

	31.12.2000	31.12.1999
Investments	395	95
Securities	9'995	0
<b>Total financial assets</b>	<b>10'390</b>	<b>95</b>

The investments concern the shares held by Mikron Holding AG of Microflow Engineering SA, Neuenburg (10 % of the share capital) in the amount of CHF 395.

In connection with the take-over of AXICON, shares in the amount of CHF 9'995, which equals to 10 % of the share capital, were bought.

## Development of intangible assets

in CHF 1'000

	Patents	Prototypes others	internal	Goodwill	Others others	internal	Total 2000	Total 1999
<b>Purchase and manufacturing costs</b>								
<b>Position at 1.1.</b>	<b>305</b>	<b>10'878</b>	<b>0</b>	<b>171'025</b>	<b>2'198</b>	<b>0</b>	<b>184'406</b>	<b>20'880</b>
Changes in the scope of consolidation	0	0	0	3'250	0	0	3'250	155'163
Additions	0	1'948	607	0	4'234	1'311	8'100	6'904
Other movements	0	0	0	-32	379	0	347	-2'615
Disposals	0	0	0	0	0	0	0	-213
Translation adjustments	0	0	0	-9'670	-78	-44	-9'792	4'287
<b>Position at 31.12.</b>	<b>305</b>	<b>12'826</b>	<b>607</b>	<b>164'573</b>	<b>6'733</b>	<b>1'267</b>	<b>186'311</b>	<b>184'406</b>
<b>Accumulated depreciation</b>								
<b>Position at 1.1.</b>	<b>-305</b>	<b>-4'666</b>	<b>0</b>	<b>-5'370</b>	<b>-283</b>	<b>0</b>	<b>-10'624</b>	<b>-3'969</b>
Changes in the scope of consolidation	0	0	0	0	0	0	0	0
Additions	0	-3'204	-152	-8'712	-387	0	-12'455	-7'970
Other movements	0	0	0	0	0	0	0	1'367
Disposals	0	0	0	0	0	0	0	27
Translation adjustments	0	0	0	589	9	0	598	-79
<b>Position at 31.12.</b>	<b>-305</b>	<b>-7'870</b>	<b>-152</b>	<b>-13'493</b>	<b>-661</b>	<b>0</b>	<b>-22'481</b>	<b>-10'624</b>
<b>Net book value 31.12.</b>	<b>0</b>	<b>4'956</b>	<b>455</b>	<b>151'080</b>	<b>6'072</b>	<b>1'267</b>	<b>163'830</b>	<b>173'782</b>

## Current liabilities

	*	31.12.2000	31.12.1999
<b>Banks</b>		<b>4'361</b>	<b>4'197</b>
<b>Accounts payable</b>		<b>60'574</b>	<b>86'461</b>
<b>Taxes</b>		<b>4'925</b>	<b>5'187</b>
Short term provision	18	46'515	20'206
Other liabilities		17'672	15'785
Current portion of long-term liabilities		6'558	16'409
<b>Total other current liabilities</b>		<b>70'745</b>	<b>52'400</b>
<b>Accrued expenses</b>		<b>18'265</b>	<b>26'165</b>
<b>Total current liabilities</b>		<b>158'870</b>	<b>174'410</b>

Current liabilities due to the banks and the current portion of long-term liabilities are interest-bearing.

\* Details to the position on the page indicated



in CHF 1'000

Long-term liabilities

	*	31.12.2000	31.12.1999
<b>Banks (with an average interest rate of 7.6%)</b>		<b>133'046</b>	<b>66'217</b>
<b>Loan of Mikron Pension Fund (with an interest rate of 4.25% for business year 1999)</b>		<b>0</b>	<b>7'000</b>
2% Convertible bonds 1997 - 2002		3'145 <sup>1)</sup>	7'303
Private placement 1999 - 2006		99'495 <sup>2)</sup>	99'495
Industrial Revenue Bonds 1996 - 2010		5'576 <sup>3)</sup>	6'323
Industrial Revenue Bonds 1998 - 2012		6'560 <sup>3)</sup>	6'323
<b>Bonds</b>		<b>114'776</b>	<b>119'444</b>
<b>Mortgages (with an average interest rate of 5.6%; business year 1999 of 4.2%)</b>		<b>4'325</b>	<b>41'921</b>
Leasing liabilities	18	3'293	5'282
Other long-term liabilities		2'645	3'343
<b>Other long-term liabilities</b>		<b>5'938</b>	<b>8'625</b>
Provisions for taxes		1'384	590
Provisions for deferred taxes	19	10'601	13'687
<b>Provisions for taxes and deferred taxes</b>		<b>11'985</b>	<b>14'277</b>
Provisions for pension benefits		1'152	1'498
Provisions for completion and contingent risks		4'758	5'077
Restructuring reserve		0	11'000
Provisions for severance payments		2'092	2'840
<b>Other provisions</b>	18	<b>8'002</b>	<b>20'415</b>
<b>Total long-term liabilities</b>		<b>278'072</b>	<b>277'899</b>
Currency distribution	CHF	51'602	129'838
	ITL	36'383	3'750
	NOK	46'125	15'251
	USD	127'211	119'855
	other	16'751	9'205
<b>Total</b>		<b>278'072</b>	<b>277'899</b>
Maturity structure	2001	0	0
	2002	9'551	49'983
	2003	27'130	35'113
	2004	25'559	40'068
	2005	26'723	5'760
	later	189'109	146'975
<b>Total</b>		<b>278'072</b>	<b>277'899</b>

<sup>1)</sup> A bond with nominal value of CHF 2'500 can be converted to 10 registered shares of Mikron Holding AG with a supplement payment of CHF 93.

<sup>2)</sup> Private placement of USD 67 million; with cross currency interest-rate swap, the Swiss franc amount is CHF 99'495 with a fixed interest rate of 5,23% and maturity date in 2006.

<sup>3)</sup> The bonds consist of USD 7,7 million Anderson County, South Carolina Tax Exempt Adjustable Mode Industrial Development Revenue Bonds, which are used for the financing of the fixed assets of Mikron Corp. Anderson. The interest rate is floating, the average for the business year 2000 was 6,8% (1999: 4,5%).

\* Details to the position on the page indicated

	31.12.2000	31.12.1999
in CHF 1'000		
<b>Finance lease liabilities</b>		
Payable		
not later than 1 year	2'092	1'574
later than 1 year and not later than 5 years	3'589	5'622
later than 5 years	0	64
	5'681	7'260
Future finance charges on finance leases	-514	-516
Finance lease liabilities - net, minus	5'167	6'744
Current finance lease liabilities - net	1'874	1'462
<b>Long-term finance lease liabilities - net</b>	<b>3'293</b>	<b>5'282</b>

	in CHF 1'000							
	Legal cases	Guarantees	Pension benefits	Non cost effective projects	Restructuring	Severance payments	Others	Total
Short-term provision	8'358	3'306	0	7'424	24'000	0	3'427	46'515
Long-term provision	0	4'000	1'152	758	0	2'016	76	8'002
<b>Total per 31.12.2000</b>	<b>8'358</b>	<b>7'306</b>	<b>1'152</b>	<b>8'182</b>	<b>24'000</b>	<b>2'016</b>	<b>3'503</b>	<b>54'517</b>

#### Movement schedule

Provisions per 31.12.1999	*	40'621
Income statement		
Expense (set up)	21	34'988
Income (reversal)		-980
Utilization		-14'187
Transfer		-776
Changes of scope of consolidation		-5'124
Exchange differences		-25
<b>Provisions as per 31.12.2000</b>		<b>54'517</b>

The provision for non cost effective projects are set up to cover project risks and losses which were present on the balance sheet date or can be foreseen in the future.

The provision for restructuring was set up in connection with the restructuring of the Infocom Technology division. The board of directors has approved and Mikron Group has communicated the actions which are taking place in 2001 (i.e. closure of the production in the plant in Loerenskog).

\* Details to the position on the page indicated

in CHF 1'000

### Provisions for deferred taxes

Between the balance sheets according to the group guidelines and the tax balance sheets of the consolidated companies the following differences exist for which the following deferred taxes were established:

	31.12.1999	Changes over income statement	Changes over equity	Changes in scope of consolidation	Translation adjustments	31.12.2000
Accounts receivable	409	-21	-7		-19	362
Inventories	3'676	-166	-178		3	3'335
Prepaid expenses		111			-4	107
Tangible assets	8'652	-515	-325	-496	-139	7'177
Financial and intangible assets					10	10
Other provisions	950	457	-105		-4	1'298
<b>Provisions for deferred taxes</b>	<b>13'687</b>	<b>-134</b>	<b>-615</b>	<b>-496</b>	<b>-153</b>	<b>12'289</b>
<b>Charged against recognized tax asset</b>						<b>1'688</b>
<b>Provisions for deferred taxes</b>						<b>10'601</b>

### Unrecognized tax assets

	31.12.2000	31.12.1999
Expiry date		
2002-2003	69'476	51'788
2004-2005	6'024	58'716
2006-2007	4'025	35'476
2008-2012	29'473	3'804
No expiry date	24'776	16'297
<b>Total tax loss carry forwards and timing differences</b>	<b>133'774</b>	<b>166'081</b>

Deferred tax assets including assets for unused tax loss carryforwards and expected tax credits are only recognized to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. The temporary difference for which no deferred tax assets have been recognized in 2000 amounted to CHF 133'774 and the potential tax saving, calculated with the actual tax rate of the group CHF 33'443 (prior year: CHF 41'520). A deferred tax liability associated with investments in subsidiaries is not recognized as the Group is able to control the timing of the reversal of the temporary differences and does not expect the temporary differences to reverse in the foreseeable future.

\* Details to the position on the page indicated

in CHF 1'000

## Development of shareholders' equity

	Share capital	Legal reserve	Reserve for own shares	Consolid. Reserve	Revaluation reserve	Translation adjustments	Retained earnings	Total shareholders' equity
<b>Position at 31.01.1999</b>	<b>52'875</b>	<b>41'899</b>	<b>278</b>	<b>1'354</b>	<b>23'152</b>	<b>-1'279</b>	<b>37'947</b>	<b>156'226</b>
Payment of dividend							-5'336	-5'336
Net earnings for 1999							27'996	27'996
Reversal or reserve for own shares								0
Adjustment of revaluation reserve					1'171			1'171
Translation adjustments						5'208		5'208
Transfer of depreciation on revalued tangible assets					-409		409	0
Increase of capital due to exercising options and convertible rights	10'053	53'109						63'162
Capital procurement cost		-1'112					-186	-1'298
<b>Position at 31.12.1999</b>	<b>62'928</b>	<b>93'896</b>	<b>278</b>	<b>1'354</b>	<b>23'914</b>	<b>3'929</b>	<b>60'830</b>	<b>247'129</b>
Payment of dividend							-6'293	-6'293
Net earnings for 2000							34'137	34'137
Reversal or reserve for own shares			-23				23	0
Adjustment of revaluation reserve					76			76
Deferred taxes					615			615
Translation adjustments						-12'050		-12'050
Transfer of depreciation on revalued tangible assets					-761		761	0
Increase of capital due to exercising options and convertible rights	1'147	5'175						6'322
Capital procurement cost		-79						-79
<b>Position at 31.12.2000</b>	<b>64'075</b>	<b>98'992</b>	<b>255</b>	<b>1'354</b>	<b>23'844</b>	<b>-8'121</b>	<b>89'458</b>	<b>269'857</b>

The reserve for own shares, the consolidation and revaluation reserves, as well as the translation adjustments are not distributable. Distributions are governed by the regulations of the Swiss Federal Code of Obligations.

in CHF 1'000

**STATEMENT OF INCOME**

	<b>2000</b>	<b>1999</b>
<b>Material costs and subcontractors</b>		
Raw and auxiliary material	260'960	210'395
Subcontractors	33'721	37'690
<b>Total material costs and subcontractors</b>	<b>294'681</b>	<b>248'085</b>
<b>Personnel expenses</b>		
Salaries and wages	180'665	138'543
Social charges	22'828	17'807
Contribution pension fund	4'833	5'425
<b>Total personnel expenses</b>	<b>208'326</b>	<b>161'775</b>
<b>Other operating expenses - net</b>		
Other income	-10'969	-3'019
Other expenses	86'811	62'071
Provisions	34'988	48
Gain on sale of fixed assets	-2'409	-570
Loss on sale of fixed assets	139	745
<b>Total other financial income - net</b>	<b>108'560</b>	<b>59'275</b>
<p>The other expenses include rent, expenses for outside services (outsourcing), maintenance and repair, energy, auxiliary material, advertising, selling, administrative expenses (all without personnel expenses which are shown separately).</p>		
<b>Other financial income - net</b>		
Exchange gains	-4'169	-3'057
Exchange losses	5'835	2'407
Other financial income	-35'551	-4'258
Other financial expenses	1'049	1'432
<b>Total other financial income - net</b>	<b>-32'836</b>	<b>-3'476</b>
<p>In the position "other financial income" the gains realized on the disposal of investments (product group Standard Machines and shares of Step-Tec AG, Luterbach = CHF 29'956, Iplast Norabel AB = CHF 87 and Microflow Engineering SA = CHF 1'715 ) are included.</p>		
<p>In 1999 30% of the selling price for Microflow Engineering AG was put on an escrow account, due to the fact that the registration of all patents could not be completed definitively. The patent was granted in the year under review. The income from the sale of management options amounted to CHF 2'200 are also included in this position.</p>		
<b>Interest expenses - net</b>		
Interest income	-2'392	-908
Interest expenses	16'721	9'115
<b>Total interest expenses -net</b>	<b>14'329</b>	<b>8'207</b>

in CHF 1'000

<b>Taxes</b>	<b>2000</b>	<b>1999</b>
Income taxes	7'258	7'166
Deferred taxes	617	-245
Deferred taxes resulting from changes in tax rate	-751	-1'326
<b>Total income and deferred taxes</b>	<b>7'124</b>	<b>5'595</b>
Capital taxes	504	692
Other taxes	518	391
<b>Total taxes</b>	<b>8'146</b>	<b>6'678</b>

#### Details to income and deferred taxes

The application tax rate for the group is 25% and corresponds to the maximum tax rate for the companies located in the Canton of Berne (Mikron Holding AG and some of the subsidiaries).

The following statement shows the reconciliation of the income and deferred taxes calculated with the tax rate of the group and the actual taxes.

	<b>2000</b>	<b>1999</b>
Net earnings before taxes and amortization of goodwill	49'973	34'557
Income taxes at the group rate	12'493	8'639
Taxes at other rates	-2'618	-2'007
Impact of losses or tax loss carry forward	-849	193
Recognized tax asset	-1'745	0
Prior year adjustment	77	0
Impact of non-deductible expenses	521	96
Impact of tax rate changes	-755	-1'326
<b>Total income and deferred taxes</b>	<b>7'124</b>	<b>5'595</b>

in CHF 1'000

<b>Research and Development</b>	<b>2000</b>	<b>1999</b>
Development for customers	13'039	12'505
Own development	9'225	9'973
<b>Total research and development</b>	<b>22'264</b>	<b>22'478</b>

The expenses for research and development for the divisions Machining and Assembly Technology primarily serve to increase the multifunctionality and flexibility of the products and to advance modularization. Furthermore, new products (a new generation of a high-performance machining system, a new robot cell for assembly and a new feeding system) were developed. The expenses for research and development for the segment components are related to developments in the fields of tool systems, material technology and wireless technology. In addition, investments were made in new, complex applications like housing. Research and development mainly takes place in Switzerland and Norway. For some of the projects the development is achieved in co-operation with universities.

<b>Remuneration for board of directors</b>	<b>2000</b>	<b>1999</b>
Remuneration	206	208
<b>Total remuneration of the board of directors</b>	<b>206</b>	<b>208</b>

#### Joint venture

Mikron Norge AS holds a 50% participation of the joint venture TFP Precision Industries SDN. BHD, Ipoh, Malaysia. This company is involved in contractual manufacturing and produces plastic components and products for the Infocom market. Included in the consolidated financial statements of the Mikron Group are the following items, which represent the Group's interests in the assets and liabilities as well as in the year-end result of the joint venture:

	<b>31.12.2000</b>	<b>31.12.1999</b>
Current assets	14'457	6'836
Fixed assets	11'532	5'995
<b>Total assets</b>	<b>25'989</b>	<b>12'831</b>
Current liabilities	7'289	6'573
Long-term liabilities	2'864	1'822
<b>Total liabilities</b>	<b>10'153</b>	<b>8'395</b>
Income	52'778	8'512
Less expenses	-41'144	-7'227
<b>Earnings for the year</b>	<b>11'634</b>	<b>1'285</b>

in CHF 1'000

### Acquisition and disinvestments of participations

At the beginning of January 2000 the shares of Iplast Norabel AB, Nora held through Mikron Norge AS were sold. With this sale a gain of CHF 87 was realized, which is included in the position "other financial income".

Per April 1, 2000 Mikron Norge AS took over the remaining 30 % of Mikron Faarevejle A/S, Faarevejle. The purchase price amounted to CHF 1'708 and included a goodwill of CHF 1'415, which was capitalized.

At the end of May 2000 Mikron North America Corp. took over Aus-Tech Mold & Design Inc.. The purchase price was CHF 3'000 and the capitalized goodwill amounted to CHF 2'107.

Per July 31, 2000 the product group Standard Machines was sold, which included production plants and sales companies in Switzerland as well as sales companies in Germany, France, Great Britain, Italy, Singapore, Spain and China. The sales price amounted to CHF 56'118. With this sale after deduction of the net assets and the direct sales costs a gain of CHF 26'401 was realized, which is disclosed under the position "other financial income". In connection with the sale of the product group Standard Machines 19,97 % of Step-Tec AG, Luterbach were sold for CHF 4'000 and a gain of CHF 3'555 was realized, which is included in the position "other financial income".

In connection with the acquisition of AXXICON BV Mikron Holding AG holds 10 % of the share capital. The purchase price amounted to CHF 9'995.

### Changes in the scope of consolidation

During 2000 the following additions to the scope of consolidation were considered due to acquisitions, new incorporation and disinvestments of companies:

	Effect on net sales 2000	Effect on EBIT 2000
Additions:		
From Tech Mold & Design, USA-Round Rock 100% consolidated from end of May 2000	3'260	259
Disinvestments:		
Product group Standard Machines per 31.7.2000	100'980	10'499
Iplast Norabel AB, Nora per 1.1.2000	0	0
	Effect on net sales 1999	Effect on EBIT 1999
Iplast Norabel AB, Nora <sup>1)</sup>	3'518	525
Product group Standard Machines <sup>2)</sup>	138'234	6'321

Newly established were Mikron Tunsberg AS in January 2000 with a share capital of NOK 200 and Mikron Vestfold AS in February 2000 (share capital of NOK 1'000). The shares are held through Mikron Norge AS.

In this financial year Mikron S.p.A. Trezzo sull' Adda merged into Mikron S.p.A. Zingonia and Mikron Bergamo S.p.A. was new established with a share capital of ITL 58 million. Remaining out of the merger Mikron S.p.A. Zingonia holds the shares of the new incorporated company.

<sup>1)</sup> 7 months

<sup>2)</sup> 11 months



**Effect on acquisition and disinvestment of Participations on the Statement of Cash flow**

The assets and liabilities acquired or disposed with the transaction described in the preceding paragraph, as well as the related cash flows, can be summarized as follows:

	2000	
	Acquisitions	Disinvestments
Cash	34	-8'713
Receivables and prepaid expenses	494	-59'649
Inventories, less down payments	-30	-50'403
Tangible assets	2'829	-8'034
Intangible assets	0	-123
Goodwill	3'522	-144
Bank debts	1'578	-39'709
Accounts payable	8	-30'226
Current liabilities	187	-24'633
Long-term liabilities	591	-528
Minority interests	-293	35
Net assets incl. goodwill	4'708	-32'005
Less cash	-34	8'713
	4'674	-23'292
Purchase price / Sales price, net	-4'708	62'048
Less profit on sales incl. sale costs		-30'043
Net assets incl. goodwill		32'005
Less cash	34	-8'713
Acquisitions / Disinvestments without cash acquired/disposed	-4'674	23'292

in CHF 1'000

### Financial instruments

To secure foreign currency positions and future transactions in foreign currencies as well to secure the interest risk, financial instruments (forward exchange contracts, options and swaps) are used. As per balance sheet date the following financial instruments exist:

#### Forward exchange contracts and options to secure existing positions

	Contract equivalent		Contract equivalent to the exchange rate per	
	2000	1999	31.12.2000	31.12.1999
Forward exchange contracts	12'910	3'163	12'921	3'361
Options	0	4'178	0	4'268

The above-mentioned contracts are due at the latest by 31.02.2002.

#### Forward exchange contracts and options to secure future transactions

	Contract equivalent		Contract equivalent to the exchange rate per	
	2000	1999	31.12.2000	31.12.1999
Forward exchange contracts	0	1'662	0	1'742

### Financial instruments for interest risks

Interest risks for long-term financial liabilities are partially hedged with the following instruments. Nominal value as well as unrealized gains and losses resulting from a market to market valuation are as of December 31, 2000:

	Nominal value		Market value	
	2000	1999	31.12.2000	31.12.1999
Interest-rate swap	140'000	70'000	1'013	-70

This instrument is due 2001 and is in Swiss francs.

The outstanding financial instruments are made with well known banks and there is no unreasonable accumulation of risk.

#### Balance sheet positions, that were partially secured with financial instruments

	Book value		Book value to the exchange rate	
	2000	1999	31.12.2000	31.12.1999
Accounts receivable	112'342	135'716	112'369	135'752

## INFORMATION BY BUSINESS AND GEOGRAPHICAL SEGMENTS

### Business Segments

The Mikron Group consists of two business segments: Production Equipment and Components.

The segment Production Equipment produces and sells special purpose machines as well as spindles and tools. Special purpose machines include machining and assembly systems.

The segment Components produces plastic parts, and offers consultancy to customers in plastic and assembly technology. It provides tools for injection moulding, runs assembly lines and other value added operations.

### Geographical Segments

The Mikron Group is present in the following four geographical segments:

The Group management is located in Switzerland, where most of the parts of its production equipment are produced. The rest of Europe's countries form the largest market for Mikron products.

Located in the following countries of Europe, Mikron has its own production plant and sales companies: Denmark, England, Germany, Italy, Norway and Sweden.

In the U.S.A there are production plants and sales companies for the machining and assembly systems as well as plastic products.

As for the Far East there are two production plants in China and Malaysia for the production and assembly of plastic products and one sales company in Japan, that is in charge of the marketing for machining systems.

in CHF 1'000

Information by business segments

	Production Equipment		Components		Eliminations		Consolidated	
	2000	1999	2000	1999	2000	1999	2000	1999
<b>Net sales</b>								
Net sales external	390'522	343'584	274'203	168'670			664'725	512'254
Net sales inter-segment	5'917	709	160	10	-6'077	-719	0	0
<b>Total net sales</b>	<b>396'439</b>	<b>344'293</b>	<b>274'363</b>	<b>168'680</b>	<b>-6'077</b>	<b>-719</b>	<b>664'725</b>	<b>512'254</b>
<b>Segment result before restructuring provision</b>	<b>48'835</b>	<b>30'330</b>	<b>21'056</b>	<b>20'574</b>			<b>69'891</b>	<b>50'904</b>
Set up restructuring provision			-24'000				-24'000	0
<b>Segment result after restructuring provision</b>	<b>48'835</b>	<b>30'330</b>	<b>-2'944</b>	<b>20'574</b>			<b>45'891</b>	<b>50'904</b>
Unallocated corporate income and expenses							19'529	-2'945
<b>Earnings before interest and taxes</b>							<b>65'420</b>	<b>47'959</b>
Interest expenses - net							-14'329	-8'207
Taxes							-8'146	-6'678
<b>Earnings before minority interest</b>							<b>42'945</b>	<b>33'074</b>
Minority interest on net earnings	-96	-145	0	262			-96	117
<b>Net earnings for the year before goodwill amortization</b>							<b>42'849</b>	<b>33'191</b>
Goodwill amortization							-8'712	-5'195
<b>Net earnings for the year</b>							<b>34'137</b>	<b>27'996</b>

in CHF 1'000

**Other information**

	Production Equipment		Components		Eliminations		Consolidated	
	2000	1999	2000	1999	2000	1999	2000	1999
Segments assets without cash and marketable securities	262'454	316'967	353'943	292'653			616'397	609'620
Unallocated corporate assets incl. cash and marketable securities							90'794	90'125
<b>Total consolidated assets</b>							<b>707'191</b>	<b>699'745</b>
Segment liabilities without banks, loan Mikron pension fund, bonds & notes, mortgages and taxes	65'003	98'202	82'992	21'956			147'995	120'158
Unallocated corporate liabilities incl. banks, bonds & notes, mortgages and taxes							288'947	332'151
<b>Total consolidated liabilities</b>							<b>436'942</b>	<b>452'309</b>
Capital expenditure for tangible assets - net	11'554	15'285	72'645	18'839				
Depreciation	11'827	13'836	15'536	8'066				

## Information by geographical segments

in CHF 1'000

	Net sales		Total assets		Capital expenditure in tangible assets - net	
	2000	1999	2000	1999	2000	1999
Switzerland	52'823	49'544	272'658	318'787	12'756	12'186
Europe <sup>1)</sup>	445'561	369'562	318'435	316'648	48'467	18'818
North America <sup>2)</sup>	71'368	44'528	56'829	34'345	10'372	2'887
Far East <sup>3)</sup>	93'769	38'711	59'269	29'965	12'748	155
Others	1'204	9'909	0	0	0	0
	<b>664'725</b>	<b>512'254</b>	<b>707'191</b>	<b>699'745</b>	<b>84'343</b>	<b>34'046</b>

<sup>1)</sup> Germany	132'409	133'210
Italy	41'562	44'195
France	49'254	35'387
United Kingdom	52'659	52'634
Sweden	100'432	63'362
Other Europe	69'245	40'774
	<b>445'561</b>	<b>369'562</b>

<sup>2)</sup> mostly USA

<sup>3)</sup> mostly China, Malaysia, South Korea, Japan, India

	Number of employees per	
	31.12.2000	31.12.1999
Switzerland	1'045	1'170
Europe <sup>1)</sup>	1'054	1'280
North America <sup>2)</sup>	203	147
Far East <sup>3)</sup>	1'133	790
	<b>3'435</b>	<b>3'387</b>

<sup>1)</sup> Germany, Italy, France, United Kingdom, Spain, Norway, Sweden, Denmark

<sup>2)</sup> mostly USA

<sup>3)</sup> Japan, Singapore, China, Malaysia

## EARNINGS PER SHARE

in CHF 1'000

### Weighted average number of shares

	2000	1999
Issued shares at the beginning of the year	1'258'563	1'057'513
Exercising of convertible bond rights and options	22'940	201'050
Issued shares at the end of the year	1'281'503	1'258'563
Adjusted for weighted average	-9'182	-139'023
<b>Weighted average number of shares - basic</b>	<b>1'272'321</b>	<b>1'119'540</b>

### Computation of earnings per share

The basic earnings per share are calculated based on the weighted average number of shares. When calculating diluted earnings per share the weighted average number of shares is adjusted for the effect of all dilutive potential shares. As of December 31, 2000 there were management options for 22'700 shares (31.12.1999: 6'852 shares) and rights from the convertible bonds for 12'580 shares (31.12.1999: 29'210 shares).

	2000			1999		
	Net earnings for the year	per share	Number of shares	Net earnings for the year	per share	Number of shares
Net earnings for the year	34'137			27'996		
Weighted average number of shares			1'272'321			1'119'540
<b>Basic earnings per year</b>		<b>26.83</b>			<b>25.01</b>	
<b>Impact options</b>						
Number of options			22'700			6'852
Number of shares that would have been issued at fair value			-22'552			-4'669
			1'272'469			1'121'723
<b>Impact of convertible right</b>						
Interest expenses	63			146		
Number of shares			12'580			29'210
			1'285'049			1'150'933
<b>Diluted earnings per share</b>		<b>26.61</b>			<b>24.45</b>	

# Report of the Group Auditors to the General Meeting of Mikron Holding AG, Biel

## Report of the Group Auditors

to the General Meeting of

### **MIKRON HOLDING AG, BIEL**

As auditors of the group, we have audited the consolidated financial statements presented on the pages 5 to 31 (balance sheet, income statement, statement of cash flows and notes) of the Mikron Group for the year ended December 31, 2000.

These consolidated financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with Swiss auditing standards promulgated by the profession and with the International Standards on Auditing issued by the International Federation of Accountants (IFAC), which require that an audit be planned and performed to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the consolidated financial statements. We have also assessed the accounting principles used, significant estimates made and the overall consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statements give a true and fair view of the financial position, the results of operations and the cash flows in accordance with the International Accounting Standards (IAS) and comply with Swiss law.

We recommend that the consolidated financial statements submitted to you be approved.

Zurich, March 9, 2001

Ernst & Young Ltd.

W. Holdener  
Certified accountant  
(in charge of the audit)

F. Widmann  
Certified Public Accountant



# 5 years Financial Summary

in CHF 1'000

## Mikron Group consolidated

	2000	1999 (11 months)	1998/99	1997/98	1996/97
<b>Performance ratios</b>					
Order intake	713.5	560.5	478.7	424.7	355.1
Net sales	664.7	512.3	448.1	383.0	351.9
Orders on hand	244.6	246.7	206.1	176.2	134.8
Productivity (added value/personnel expenses)	1.80	1.80	1.90	1.80	1.80
Operating output (incl. trade and service turnover)	675.6	535.8	469.5	386.0	353.6
Research and development	22.3	22.5	20.0	17.5	17.0
Depreciation	31.4	22.2	17.2	15.0	14.7
Goodwill amortization	8.7	5.2	0.0	0.0	0.0
Number of employees (headcount at year-end)	3'435.0	3'387.0	1'711.0	1'447.0	1'365.0
Investments - net	105.6	37.1	33.5	24.8	12.3
Acquisitions/Disinvestments of subsidiaries	-18.6	172.0	5.4	0.0	0.0
<b>Earnings</b>					
Earnings before interests and taxes (EBIT)	65.4	48.0	35.2	29.1	26.2
Earnings before extraordinary items and minority interests	42.9	33.1	25.5	20.0	15.7
Net earnings before goodwill amortization	42.8	33.2	25.5	20.4	15.7
Net earnings before goodwill amortization as % of net sales	6.4	6.5	5.7	5.3	4.5
Net earnings for the year	34.1	28.0	25.5	20.4	15.7
Net earnings for the year as % of net sales	5.1	5.5	5.7	5.3	4.5
<b>Cashflow</b>					
Cashflow	60.6	56.2	9.0	28.9	32.1
Cashflow as % of sales	9.1	11.0	2.0	7.5	9.1
Free cashflow	-26.4	-152.5	-30.0	4.1	19.8
<b>Balance sheet</b>					
Total assets	707.2	699.7	422.3	367.7	326.5
Current assets	281.2	321.6	244.6	219.7	190.9
Fixed assets	426.0	378.1	177.7	148.0	135.6
Current liabilities	158.9	174.4	140.0	115.6	108.3
Long-term liabilities	278.1	277.9	126.1	121.9	111.0
Shareholders' equity	269.9	247.1	156.2	130.2	107.2
Shareholders' equity as % of total assets	38.2	35.3	37.0	35.4	32.8

# Information to Share capital

	2000	1999	1998/99	1997/98	1996/97
<b>Number of shares <sup>1)</sup></b> (nominal value CHF 50)					
Registered shares	1'281'503	1'258'563	1'057'513	1'032'964	953'500
<b>Total</b>	<b>1'281'503</b>	<b>1'258'563</b>	<b>1'057'513</b>	<b>1'032'964</b>	<b>953'500</b>
<b>Shares entitled to dividends</b>					
Registered shares	1'281'503	1'258'563	1'057'513	1'032'964	953'500
<b>Total</b>	<b>1'281'503</b>	<b>1'258'563</b>	<b>1'057'513</b>	<b>1'032'964</b>	<b>953'500</b>
<b>Shares subject to a condition for <sup>1)</sup></b> (Registered shares at CHF 50.-)					
Convertible bonds <sup>2)</sup>	12'580	29'210	116'350	136'190	0
Management options	22'700	6'852	26'137	30'846	0
<b>Total</b>	<b>35'280</b>	<b>36'062</b>	<b>142'487</b>	<b>167'036</b>	<b>0</b>
<b>Key figures per share <sup>3)</sup></b>					
Net earnings for the year	26.83	25.01	24.25	19.77	16.50
Cashflow	47.61	50.49	8.53	27.96	33.65
Shareholders' equity	212.10	220.74	148.82	138.00	112.46
Dividends	5.00	5.00	5.00	5.00	0.00
<b>Market prices high-low (business year)</b>					
Registered shares	1'525-620	700-270	400-235	274-170	189-105

## Trading volume (daily average)

In the financial year 2000 the average daily trading volume was 5'089 shares (prior year 3'538 shares).

## Opting out/up

The company did not go for these options.

## Registration restriction

The Board of Directors can refuse to accept a purchaser of registered shares as a full shareholder if the number of registered shares held by him/her exceeds 8% of the total number of registered shares recorded in the Commercial Register.

<sup>1)</sup> For 1999 as of December 31. For prior years as of January 31.

<sup>2)</sup> A bond with a nominal value of CHF 2'500 can be converted with an additional payment of CHF 93 in to 10 registered shares of Mikron Holding AG

<sup>3)</sup> Until 1997/98 on the basis of all issued shares, thereafter on the basis of average number shares outstanding

# Financial Statements of Mikron Holding AG 2000 Financial Report

## GENERAL

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Financial year 2000 covers 12 months, in contrast with the previous 8 months financial year due to the shift of the end of year from 30 April to 31 December.

## BALANCE SHEET

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### Cash, Loans to subsidiaries companies, bank debts

The changes in these positions are attributable to the fact that the financing of some subsidiaries by Mikron Holding AG was increased. This was possible as a result of the proceeds from the sale of the Standard Machines product group. Bank debt was also reduced out of those proceeds.

### Marketable securities

Included in this position are shares of Mikron Holding AG. This position increased with the revaluation to the agreed value of the shares used partially for the acquisition of the minority interest of AXXICON company at the beginning of the year 2001.

### Receivables due from subsidiaries

This position decreased as the non-settled dividends from subsidiaries for the year 2000 were reduced compared to prior year.

### Other receivables

The increase in this position is explained by the recoverable with holding tax on the dividends from subsidiaries, declared for the business year 1999 and paid in December 2000.

### Prepaid expenses

The remaining instalments resulting from last year's sale of the majority of Microflow Engineering SA, which will become due when the approved patent is registered, are included in this position. Also included are higher interest accruals, as well as prepayments for the Information Technology of the group.

### Investments

The following movements took place: decreases due to the sale of the Standard Machines product group and the sale of 20 % of the shares of Step-Tec AG, and increases resulting from the capital increase of Microflow Engineering SA and the shares of AXXICON Group which were acquired in 2000.

### Shareholder's equity

As a result of the good results for the year, which were positively affected mainly by the sale of the Standard Machines product group, shareholders' equity rose compared with the previous year by CHF 44,9 million to CHF 245,4 million.

## STATEMENT OF INCOME

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Included in the dividend income of CHF 6,5 million are the declared dividends of subsidiaries for the year 2000. The gain on sale of investments in the amount of CHF 32,3 million equals the gain on sale of the Standard Machines product group and the sale of 20% of the shares of Step-Tec AG as well as the remaining installment payment of the sale of the Microflow shares. Financial income increased due to higher interest income on loans to subsidiaries, and also from the proceeds from the sale of management options to the board of directors and the management of the Mikron Group.

Other income increased significantly by charging the cost for Information Technology services rendered by Mikron Holding AG, and due to the fact that the 2000 business year consisted of 12 months compared to 11 in 1999.

Personnel expenses also increased over 1999 because of the set-up of the Information Technology service organization.

Financial expenses increased due to interest expenses, which include 12 full months of interest for the financing of the Iplast acquisition.

Other expenses, which were higher in 1999 due to the write-off of cost incurred from the acquisition of Iplast and related financing activity, decreased significantly in 2000.

# Balance Sheet at December 31, 2000

in CHF 1'000

ASSETS	31.12.2000	31.12.1999
<b>Current assets</b>		
Cash	19'053	24'872
Marketable securities	1'051	238
Intercompany receivables	14'009	24'596
Other receivables	4'365	289
Prepaid expenses	6'793	645
<b>Total current assets</b>	<b>45'271</b>	<b>50'640</b>
<b>Fixed assets</b>		
Tangible assets	961	571
Financial assets		
Investments	267'378	273'173
Loans to affiliated companies	97'238	70'252
	364'616	343'425
Intangible assets	7	47
<b>Total fixed assets</b>	<b>365'584</b>	<b>344'043</b>
<b>TOTAL ASSETS</b>	<b>410'855</b>	<b>394'683</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
Accounts payable	1'663	105
Intercompany payables	352	15'321
Other liabilities	1'610	700
Accrued expenses	4'603	3'753
Bank debts	39'392	52'175
Convertible bond	3'145	7'303
Private placement	99'495	99'495
Provisions	15'235	15'356
<b>Total liabilities</b>	<b>165'495</b>	<b>194'208</b>
<b>Shareholders' equity</b>		
Share capital	64'075	62'928
Legal reserve	98'992	93'896
Reserve for own shares	255	278
Retained earnings		
Carry forward from prior year	37'103	37'785
Net earnings for the year	44'935	5'588
	82'038	43'373
<b>Total shareholders' equity</b>	<b>245'360</b>	<b>200'475</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>410'855</b>	<b>394'683</b>

# Statement of Income for 2000

in CHF 1'000

	2000 <sup>1)</sup>	1999 <sup>2)</sup> (8 months)
<b>Revenue</b>		
Dividend income	6'500	14'200
Gain on sale of investments	32'347	3'143
Financial income	11'040	3'909
Services and other income	15'359	6'439
<b>Total revenue</b>	<b>65'246</b>	<b>27'691</b>
<b>Expenses</b>		
Personnel expenses	5'025	1'932
Depreciation	362	190
Financial expenses	10'198	5'385
Restructuring of subsidiaries / Provisions for investments	0	1'212
Other expenses	4'587	13'264
Taxes	139	120
<b>Total expenses</b>	<b>20'311</b>	<b>22'103</b>
<b>Net earnings for the year</b>	<b>44'935</b>	<b>5'588</b>

<sup>1)</sup> Period January 1 to December 31, 2000

<sup>2)</sup> Period May 1, 1999 to December 31, 1999

# Notes to Financial Statements for 2000

in CHF 1'000

	31.12.2000	31.12.1999
<b>Guarantees and assets pledged in favor of third parties</b>		
Guarantees for Group companies	244'869	19'503
Assets pledged	0	235'730
	<u>244'869</u>	<u>255'233</u>
<b>Convertible bonds</b>		
2% convertible bonds 1997-2002		
One convertible bond with a nominal value of CHF 2'500 together with a cash payment of CHF 93 can be converted into 10 shares of Mikron Holding AG.	3'145	7'303
<b>Private placement</b>		
8.67 % private placement 1999-2006 in the amount of USD 67'000'000 with the cross currency interest-rate swap against Swiss francs the outstanding amount is CHF 99'495'000 with a fixed interest rate of 5,23 %.	99'495	99'495
<b>Significant investments</b>		
see page 42		
<b>Capital I subject to a condition</b>		
Capital increase subject to a condition of initially nominal CHF 12'325'000 as per approval of the Annual General Meeting of June 26, 1997 by the issue of 246'500 registered shares at a nominal value of CHF 50 with the withdrawal of the pre-emptive right of the shareholders. After exercising the option rights, capital subject to a condition was reduced to nominal CHF 654'000 (13'080 shares). These shares are reserved to secure the conversion rights of the 2% convertible bonds 1997-2002 (12'580 shares) and the option rights of the options held by the board of directors and the management (500 shares).	654	1'803
<b>Capital II subject to a condition / Approved capital</b>		
Capital subject to a condition of nominal CHF 6'250'000 as per approval of the Annual General Meeting of May 25, 2000 by the issue of 125'000 registered shares at a nominal value of CHF 50 with the withdrawal of the pre-emptive right of the shareholder. Approved capital of nominal CHF 5'000'000 as per approval of the Annual General Meeting of May 25, 2000 by the issue of 100'000 registered shares of a nominal CHF 50. The approved capital expires as of May 25, 2002 and can be used if the company does not take advantage of the capital II subject to a condition.		
From the capital subject to a condition 22'200 shares are reserved to secure the option rights of the options held by the board of directors and the management.	1'110	0

## Information on own shares

On December 31, 2000 400 shares of Mikron Holding AG were held by Mikron Management AG, Biel (year before: Mikron AG, Nidau) and 1'850 (year before 2'050) shares were held by Mikron Holding AG. The stock reduced in connection with the acquisition of Aus-Tech Mold & Design.

## Accounting principles

The accounting principles of Mikron Holding AG operate in accordance with Swiss law and recognize economic principles. Asset and liability items are reported at the exchange rates on the balance sheet date, taking into consideration the lowest value and the imparity principle. Exceptions to this are investments which are shown in the books at aquisition price. Suitable value adjustments for investments are shown under provisions. The translation of transaction in foreign currency is effected at the current exchange rate.

in CHF 1'000

### Development of shareholders' equity

	Share capital	Legal reserve	Reserve for own shares	Retained earnings	Total shareholders' equity
<b>Position at 30.04.1999</b>	<b>53'364</b>	<b>44'031</b>	<b>278</b>	<b>43'121</b>	<b>140'794</b>
Payment of dividend				-5'336	-5'336
Net earnings 1999				5'588	5'588
Increase of capital <sup>1)</sup>	9'564	51'138			60'702
Capital procurement costs		-1'273			-1'273
<b>Position at 31.12.1999</b>	<b>62'928</b>	<b>93'896</b>	<b>278</b>	<b>43'373</b>	<b>200'475</b>
Payment of dividend				-6'293	-6'293
Net earnings 2000				44'935	44'935
Reversal of reserve for own shares			-23	23	0
Increase of capital <sup>1)</sup>	1'147	5'175			6'322
Capital procurement cost		-79			-79
<b>Position at 31.12.2000</b>	<b>64'075</b>	<b>98'992</b>	<b>255</b>	<b>82'038</b>	<b>245'360</b>

<sup>1)</sup> Capital increase due to exercising convertible and options rights

### Shareholders structure at December 31, 2000

			Number of shareholders	Number of shares	%
Shareholders	> 5%	> 64'075	2	167'622	13.1
Shareholders	≤ 64'075	> 5'000	20	300'338	23.5
Shareholders	≤ 5'000	> 1'000	69	156'580	12.2
Shareholders	≤ 1'000	> 500	70	53'957	4.2
Shareholders	≤ 500	> 100	418	92'967	7.2
Shareholders	≤ 100	> 50	523	41'598	3.2
Shareholders	≤ 50	> 20	1'152	41'692	3.3
Shareholders		< 20	3'362	36'567	2.9
Trading stock				390'182	30.4
<b>Total</b>			<b>5'616</b>	<b>1'281'503</b>	<b>100.0</b>

From total 5'616 shareholders 5'511 shareholders with 495'063 shares are entitled to vote. 105 shareholders with 396'258 shares and as well 390'182 shares of the trading stock are not entitled to vote.

# Appropriation of Available Earnings at December 31, 2000 (Proposal of Board of Directors)

in CHF 1'000

	2000	1999
Carry forward from prior year	37'080	37'785
Reversal of reserve for own shares	23	0
	37'103	37'785
Net earnings for the year	44'935	5'588
<b>Retained earnings</b>	<b>82'038</b>	<b>43'373</b>
<b>Appropriation of retained earnings</b>		
Dividend	0	6'293
Carry forward to new accounting period	82'038	37'080
	82'038	43'373



# Report of the Statutory Auditors to the General Meeting of Mikron Holding AG, Biel

## Report of the Statutory Auditors

to the General Meeting of

### **MIKRON HOLDING AG, BIEL**

As statutory auditors, we have audited the accounting records and the financial statements presented on the pages 36 to 40 (balance sheet, statement of income and notes) of Mikron Holding AG for the year ended December 31, 2000.

These financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with Swiss auditing standards promulgated by the profession, which require that an audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the financial statements. We have also assessed the accounting principles used, significant estimates made and the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accounting records and financial statements and the proposed appropriation of available earnings comply with Swiss law and the company's articles of incorporation.

We recommend that the financial statements submitted to you be approved.

Zurich, March 9, 2001

Ernst & Young Ltd.

W. Holdener  
Certified accountant  
(in charge of the audit)

F. Widmann  
Certified Public Accountant

# Group Companies/Investments

## Mikron Holding AG

Country	Activity	Currency	Share capital million	Net sales <sup>1)</sup> CHF million	Shareholding (direct)	Shareholding through local subsidiaries
<b>Switzerland</b>						
Mikron Holding AG, Biel	4	CHF	64.075	0.000	100%	
Mikron SA Agno, Agno	1,2,3,4	CHF	13.500	94.446	100%	
Mikron Management AG, Biel	4	CHF	25.000	0.000	100%	
Mikron AG Biel, Nidau	1,2,3,4	CHF	4.000	14.480	100%	
Mikron SA Boudry, Boudry	1,2,3,4	CHF	2.000	97.329	100%	
New Ingenia SA, Boudry	1,2,3,4	CHF	0.100	1.564	100%	
Mikron Tool SA Agno, Agno	1,2,3,4	CHF	0.300	8.701	100%	
Step-Tec AG, Luterbach	1,2,3,4	CHF	1.252	15.198	75.5%	
Microflow Engineering SA, Neuenburg	1,2,4	CHF	0.500		10%	
<b>Denmark</b>						
Mikron Faarevejle A/S, Faarevejle	1,2,3,4	DKK	1.710	23.432		70%
<b>Germany</b>						
Mikron GmbH Rottweil, Rottweil	1,2,3	DEM	0.750	7.910	100%	
<b>United Kingdom</b>						
Mikron (U.K.) Ltd., Huddersfield	1,2,3	GBP	2.970	25.813		100%
<b>Italy</b>						
Mikron S.p.A. Zingonia, Zingonia	1,2,3,4	ITL	300.000	25.334	100%	
Mikron Bergamo S.p.A., Trezzo sull'Adda	1,2,3,4	ITL	0.908	0.272		100%
<b>Japan</b>						
Mikron Ltd. Tokyo, Yokohama City	1	JPY	15.000	12.904	100%	
<b>Malaysia</b>						
TFP Precision Industries SDN.BHD, Ipoh	1,2,3,4	MYR	8.000	51.847		50%
<b>Norway</b>						
Mikron Norge AS, Lysaker	4	NOK	57.234	0.000		100%
Mikron Oslo ASA, Rasta	1,2,3,4	NOK	24.506	79.275		100%
Mikron Tunsberg AS, Tunsberg	1,2,3	NOK	0.200	9.932		100%
Mikron Vestfold AS, Tunsberg	1,2,3	NOK	1.000	0.000		100%
Skriverform AS, Tretten	1,2,3	NOK	0.100	0.916		100%
<b>Sweden</b>						
Mikron Karlskoga AB, Karlskoga	1,2,3	SEK	10.100	22.032		100%
<b>USA</b>						
Mikron Corp. Monroe, Monroe	1,4	USD	0.001	22.328		100%
Mikron Corp. Anderson, Anderson	1,2,3	USD	0.800	12.362		100%
Mikron Infocom Technology Corp. Texas	1,2,3	USD	0.300	0.163		100%
Mikron Infocom Technology Corp. Austin	1,2,3	USD	0.300	3.260		100%
Mikron Corp. Denver, Aurora	1,2,3,4	USD	0.415	30.232		100%
<b>P.R. China</b>						
Mikron Ltd. Suzhou, Suzhou	1,2,3	RMB	64.818	4.785		100%

Activity: 1= Sales 2= Development 3= Production 4= Services

Only the active companies are mentioned.

<sup>1)</sup> net sales to third parties 2000

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