


SCHWEITER TECHNOLOGIES



Media & Analyst Conference

Zurich – December 10, 2012

- 1 Welcome and Introduction** 
- 2 Sale of Ismeca Semiconductor to CoHu**
- 3 Strategy of Schweiter Technologies**
- 4 Share Buyback Program**

One Group – Three Leading Divisions

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SSM Textile Machinery



Revenues: 100 MCHF Employees: 230

Ismeca Semiconductor



Revenues: 100 MCHF / Employees: 350

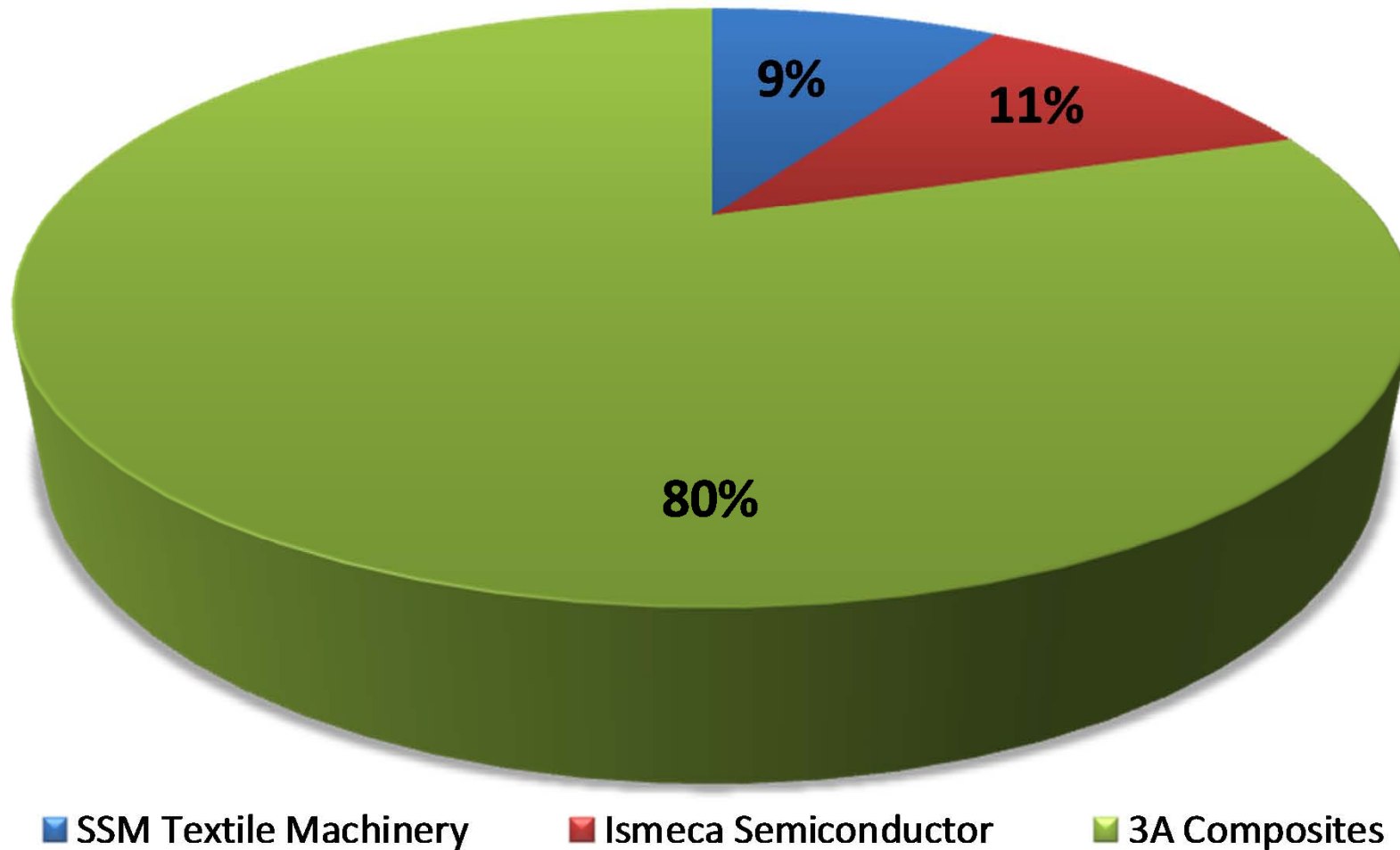
3A Composites




Revenues: 600-800 MCHF / Employees: 2'500 (of which 900 in Ecuador)

Net sales Schweiter Technologies Group

Split of revenues 2011



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Cohu, Inc. – the purchasing party

- **Founded in 1945, domiciled in Poway (CA), USA, www.cohu.com**
- **Stock quoted on Nasdaq (Symbol: COHU)**
- **Cohu is a leading supplier of test handling, burn-in and thermal solutions used by the global semiconductor industry, microwave communications and closed-circuit television equipment**
- **Cohu's business can be separated into three categories: Semiconductor Equipment, Microwave Communications and Television Cameras**
- **Cohu is owner of Delta Design and Rasco**
 - Delta Design is the leading supplier of pick-and-place handlers and thermal sub-systems used in semiconductor Final Test, Burn-In, and System Level Test (SLT).
 - Rasco develops, produces and sells High Speed IC Test Handlers
- **Net sales 2011 USD 309m, net income 2011 USD 16m; approx. 1,200 employees at year-end 2011**

Rationale to sell Ismeca Semiconductor

Ismeca Semiconductor in good shape however:

- **Ismeca below critical mass to achieve next level of development**
- **Significant investments required to reach sustainable growth**
- **Best ownership approach: CoHu as better owner**
- **Two companies fully complementary**
- **Swiss location to remain as center of excellence for R&D and special m/c's**
- **Business focus for Schweiter shareholders**

Details of transaction

- **Share purchase agreement signed on December 9, 2012**
- **Due diligence completed**
- **Sales price of USD 54.5m (cash free/debt free)**
- **Fully owned building in La Chaux-de-Fonds not part of transaction scope. Intention to divest building to third party. Market value around CHF 18m**
- **Dividend payment prior closing in the amount of about CHF 30m**
- **Total proceeds in connection with transaction in the amount of approx. CHF 100m**
- **Total book gain of > CHF 20m targeted**
- **Closing of transaction expected end of 2012**

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Strategy of Schweiter Technologies

- **Strategy of Schweiter Technologies remains unchanged:**
 - Invest into industrial activities
 - Apply proven concepts of innovation management, supply chain management, direct marketing/sales organisation and lean structures
- **Focus on Composite business as dominant business field**
- **High net cash position allow further acquisitions in current as well as new business areas**
- **Payback of free cash to shareholders (share buyback program)**

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Share Buyback Program (1/2)

■ Reasons for Share Buyback Program

- to repatriate liquid funds not required for operational purposes to the shareholders
- significant acquisitions still possible:
 - solid cash flows from 3A Composites and SSM Textile Machines
 - unused debt facilities available
 - Issuance of new shares possible
- no large acquisition in near future expected

Share Buyback Program (2/2)

- **Board of Directors has decided to launch a share buyback program with the following parameters:**
 - max. 10% of the share capital registered in the Commercial Register (i.e. max. 144,367 shares)
 - starts on December 18, 2012 and ends on October 31, 2014 at the latest
 - shares will be repurchased via a separate trading line on the SIX Swiss Exchange (subject to the Swiss federal withholding tax rate of 35 percent on the difference between the repurchase price and the nominal value)
 - shares will be cancelled as part of a reduction in capital
 - Zürcher Kantonalbank has been mandated to conduct the program
- **Based on the closing price of the Schweiter Technologies shares on December 6, 2012, the value of the shares to be bought back is approx. up to CHF 67m**
- **Efficient capital management**
 - accretive effect on earnings per share

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