



EICHHOF HOLDING

SEMIANNUAL REPORT OCTOBER 1, 2005 – MARCH 31, 2006

Eichhof Group posts dynamic and profitable growth

Significant rise in sales of Eichhof beer and wine

Gratifying increase in sales of Datacolor's "Spyder" color calibration system

With net sales of CHF 126.1 million in the first half of 2005-2006 (CHF 118.3 million in the first half of 2004-2005), the Eichhof Group exceeded the comparable prior year figure by 6.6 %. EBITDA came to CHF 11.2 million (CHF 11.5 million), or 8.9% of net sales. EBIT increased to CHF 6.0 million (CHF 5.3 million) and the EBIT margin came to 4.7%. This means that the Eichhof Group recorded its fourth successive increase in EBIT despite another significant rise in investment in marketing and sales. The increase in net profit by 43% to CHF 5 million (CHF 3.5 million) was supported by a good financial result.

Eichhof Beverage

In the winter half of the year, when sales are lower, Eichhof Beverage increased its net sales by 3.9% to CHF 82.3 million (CHF 79.2 million). At CHF 8.1 million (CHF 7.1 million), EBITDA was up by 14.1% on the previous year. The increase in Eichhof beer and of wine as a proportion of the product mix had a favorable impact on EBIT, which increased by 38.7% to CHF 4.3 million (CHF 3.1 million). In the first half of fiscal 2005-2006, sales of Eichhof beers increased by 6% year-on-year, enabling Eichhof Beverage to expand its strong position as Switzerland's leading independent brewer. Key factors in its success were the systematic implementation of the growth strategy in the areas of expansion in Zurich, Berne, Basel and French-speaking Switzerland and a significant rise in demand for the popular non-alcoholic beer "Eichhof Alkoholfrei" which is also distributed nationwide by Migros. Eichhof's "Kellerei St. Georg" also exhibited a very gratifying trend. With its attractive, extensive and good-value range of selected quality wines and spirits for the catering industry and its own wine and beverages shops, it once again increased its sales and expanded its position in the highly fragmented Swiss wine market.

Datacolor

In the first half of 2005-2006, Datacolor increased its net sales by 12.1% to CHF 42.6 million (CHF 38.0 million); in local currencies the increase came to 6.5%. As a result of the intensification of development and sales activities, EBITDA decreased to CHF 4.1 million

(CHF 5.7 million); the EBITDA margin stood at 9.7%. As development costs have no longer been recognized under assets since 2004, there has been a gradual decline in the depreciation requirement for intangible assets. This is also apparent from the decline in EBIT to CHF 3.0 million (CHF 3.8 million) which is smaller in comparison with the EBITDA trend and corresponds to an EBIT margin of 7%. In the first six months of the current financial year, sales of Datacolor products for industrial customers followed a gratifying trend. The paints industry in particular recorded a marked increase in sales. Datacolor also expanded its position in the automotive industry, particularly in Germany and the US. One of the factors which contributed to Datacolor's successful development was the innovative color management offered by the modular "Spectrum" system. This features high-precision measuring instruments coupled with a broad range of specific application software modules to assist customers around the world in the precise use of color in complex production chains. Datacolor color management systems boost efficiency, thereby enabling sustainable reductions in production costs. There was also an appreciable increase in sales of Datacolor's successful "Spyder" color calibration systems for monitors, TV sets, projectors and printers. In the first half of the year, the range was expanded with the highly successful launch of the innovative "PrintFIX Pro" system for precise color matching of inkjet and laser printers.

Finances

Thanks to the gratifying trend on the financial markets, the financial result improved to CHF 0.3 million (CHF -0.6 million). Net debt was once again reduced slightly to CHF 54.3 million. As of March 31, the ratio of net debt to equity (gearing) stood at just over 55 %. The CHF 40 million bond issue which matured at the end March was refinanced on favorable terms with short-term loans. At 35.5% of the balance sheet total, shareholders' equity was in line with the targets set by the Board of Directors.

Eichhof Real Estate

Eichhof Real Estate matched the previous year's result with rental income amounting to CHF 1.2 million. Although the market environment remained difficult, it proved possible to increase the ratio of occupied rental property, offsetting the rental losses resulting from last fall's storms in the former industrial property "Täschmatt" in Reussbühl/Lucerne. As a result of progress on the construction of the new building at Pilatusplatz in Lucerne, which proceeded according to plan, the market value of the Eichhof property portfolio increased to around CHF 63 million.

Outlook

At the beginning of May, Eichhof Beverage undertook a further leveling of its organizational structure, bringing it more into line with the market and rejuvenating its management significantly. The takeover of the operating business of the Liestal-based brewery Ziegelhof represented another major step forward in the systematic implementation of Eichhof's expansion strategy. With a product range tailored to the needs of the market, including Eichhof beers, international premium beers, well-known mineral waters, soft drinks, wines and spirits, Eichhof is very well placed to gain further market share, particularly in the urban centers of Zurich, Berne and Basel and in French-speaking Switzerland. Datacolor will invest additional resources in expanding its leading position in the international textile market and its strong position in the paint, automotive and furniture industries. It is also stepping up the marketing of its successful low-cost and easy-to-use Datacolor "Spyder" color calibration systems for monitors, TV sets and printers. Datacolor is currently extremely well positioned to continue to grow under its own steam. This was a key reason why, after carefully weighing the opportunities, the Board of Directors' decided at the beginning of April not to submit a takeover offer for the stock of rival Amazys. For fiscal 2005-2006, the Eichhof Group is expecting sales and earnings to be up on the previous year.

The full 2005-2006 semiannual report is available at www.eichhof.com or can be ordered from us by telephone.

KEY FIGURES EICHHOF GROUP

CHF in millions	Half-year 2005/2006		Half-year 2004/2005 ¹⁾		Difference in %
Income statement					
Gross sales	135,7		126,9		6,9
Net sales	126,1		118,3 ¹⁾		6,6
EBITDA	11,2		11,5 ^{2), 3)}		-2,6
Depreciation and amortization	5,2		6,2 ³⁾		-16,1
EBIT	6,0		5,3 ²⁾		13,2
Net profit	5,0		3,5 ²⁾		42,9
Cash flow from operating activities	12,1		16,9		-28,4
Cash flow from investing activities	-16,7		0,3		n/a
CHF in millions	31.03.06	%	30.09.05	%	
Balance Sheet					
Total assets	278,3	100,0	263,0	100,0	
Current assets	126,6	45,5	113,3	43,1	
Non-current assets	151,7	54,5	149,8	56,9	
Liabilities	179,4	64,5	166,2 ²⁾	63,2	
Net debt	54,3	19,5	58,6	22,3	
Shareholders' equity	98,9	35,5	96,8 ²⁾	36,8	
Per share data in CHF	Half-year 2005/2006		Half-year 2004/2005		Difference in %
Group net profit	32,46		22,24 ²⁾		46,0
Cash flow from operating activities	72,19		95,31		-24,3
Shareholders' equity	589,70		482,10 ²⁾		22,3
Share price as of March 31	1 510,00		1 340,00		12,7
Market capitalisation in CHF millions	253,20		237,80		6,5
Personnel	31.03.06		31.03.05		Difference
Number of employees	692		676		16
Average during 1 st half-year	692		670		22

¹⁾ The consolidated income statement is presented in cost of sales format in accordance with the annual report 2005. The main difference of net sales in comparison to the presentation in the nature of expense format arises from the reclassification of the beer tax from sales deductions to cost of goods sold.

²⁾ Restated following first time application of IFRS 2 Share-based Payment.

³⁾ Restated following the amended IAS 39 standard (on-trade loans for long-term securing of distribution channels).

Agenda

5 December 2006 Press Conference Financial Year 2005/2006

18 January 2007 Annual General Meeting, Eichhof Holding AG, Lucerne

CONSOLIDATED INCOME STATEMENT¹⁾

in TCHF	Half-year 2005/2006		Half-year 2004/2005 ¹⁾	
Gross sales	135 703		126 949	
Sales deductions	-9 620		-8 665	
Net sales	126 083	100,0%	118 284	100,0%
Cost of goods sold	-61 848		-57 692	
Gross profit	64 235	50,9%	60 592	51,2%
Sales and marketing	-45 305		-42 623 ³⁾	
Administration	-9 166		-9 281 ²⁾	
Research and development	-4 491		-4 275	
Other operating income	719		893	
Other operating expenses	-40		0	
EBIT	5 952	4,7%	5 306	4,5%
Financial result	268		-612 ²⁾	
Profit before income tax	6 220	4,9%	4 694	4,0%
Income taxes	-1 236		-1 240 ²⁾	
Net profit	4 984	4,0%	3 454	2,9%
	CHF		CHF	
Earnings per share				
non diluted	32,46		22,24 ²⁾	
diluted	31,36		21,47 ²⁾	
Income statement in nature of expense format in TCHF	Half-year 2005/2006		Half-year 2004/2005	
Net sales	122 694	100,0%	115 041	100,0%
Changes in inventories	682		569	
Cost for material and goods	-51 169		-47 617	
Gross profit	72 207	58,9%	67 993	59,1%
Personnel expenses	-34 345		-32 163 ²⁾	
Sales and administration expenses	-21 459		-19 603	
Other operating expenses	-5 200		-4 724 ³⁾	
EBITDA	11 203	9,1%	11 503	10,0%
Depreciation of fixed assets	-3 802		-4 131	
Amortization of intangible assets	-1 449		-2 066 ³⁾	
EBIT	5 952	4,9%	5 306	4,6%
Financial result	268		-612 ²⁾	
Profit before income tax	6 220	5,1%	4 694	4,1%
Income taxes	-1 236		-1 240 ²⁾	
Net profit	4 984	4,1%	3 454	3,0%

¹⁾ The consolidated income statement is presented in cost of sales format in accordance with the annual report 2005. The comparatives have been adjusted accordingly.

²⁾ Restated following first time application of IFRS 2 Share-based Payment.

³⁾ Restated following the amended IAS 39 standard (on-trade loans for long-term securing of distribution channels).

CONSOLIDATED BALANCE SHEET

in TCHF	31.03.06		30.09.05	
Assets				
Cash and cash equivalents	15 916		16 187	
Financial assets	31 919		19 859	
Trade receivables	41 507		41 014	
Other receivables	5 854		4 528	
Inventories	28 005		27 106	
Prepaid expenses	3 361		4 560	
Current assets	126 562	45,5%	113 254	43,1%
Fixed assets	106 058		103 804	
Intangible assets	17 639		17 945 ²⁾	
Financial assets	26 765		26 555 ²⁾	
Deferred tax assets	1 226		1 484	
Non-current assets	151 688	54,5%	149 788	56,9%
Assets	278 250	100,0%	263 042	100,0%
Liabilities and shareholders' equity				
Accounts payables	14 782		16 407	
Financial liabilities	101 464		92 534	
Current tax liabilities	4 878		7 416	
Other liabilities	14 286		11 039	
Accrued liabilities	23 435		16 814 ¹⁾	
Current liabilities	158 845	57,1%	144 210	54,8%
Financial liabilities	624		2 132	
Other liabilities	5 384		5 375	
Provisions	558		553	
Deferred tax liabilities	13 942		13 997 ¹⁾	
Non-current liabilities	20 508	7,4%	22 057	8,3%
Liabilities	179 353	64,5%	166 267	63,2%
Share capital	168		164	
Own shares	-12		-13	
Capital reserves	10 382		8 324 ¹⁾	
Retained earnings	88 359		88 300 ¹⁾	
Shareholders' equity	98 897	35,5%	96 775	36,8%
Liabilities and shareholders' equity	278 250	100,0%	263 042	100,0%

¹⁾ Restated following first time application of IFRS 2 Share-based Payment.

²⁾ Restated following the ammended IAS 39 standard (on-trade loans for long-term securing of distribution channels).

CONSOLIDATED CASH FLOW STATEMENT

in TCHF	Half-year 2005/2006	Half-year 2004/2005
Profit before income taxes	6 220	4 694¹⁾
Depreciation of fixed assets	3 802	4 131
Amortization of intangible assets	1 449	2 066 ²⁾
Non-cash sales deductions	2 048	1 483
Gain on disposal of non current assets	-19	-31
Changes in provisions	5	-9
Interest expense net	1 608	2 037 ¹⁾
Income from securities	-2 462	-1 473
Interest paid	-1 243	-831
Income taxes paid	-108	-772
Other non-cash positions	251	-1 304 ²⁾
Cash flow before working capital changes	11 551	9 991
Changes in net working capital (net of cash & cash equivalents)	556	6 926 ¹⁾
Cash flow from operating activities	12 107	16 917
Investment in fixed assets	-6 039	-4 585
Investment in intangible assets	-1 143	-1 151 ²⁾
Di-/Investments in financial assets	-10 898	4 029 ²⁾
Divestments of fixed assets	19	377
Interest and dividends received	1 408	1 646
Cash flow from investing activities	-16 653	316
Decrease of financial liabilities	9 698	491
Purchase of own shares	-435	-1 296
Sale of own shares	1 725	5 299
Share repurchase program	0	-20 225
Exercise of management share options	1 916	0
Dividends paid	-8 533	-2 265
Cash flow from financing activities	4 371	-17 996
Changes in cash and cash equivalents	-175	-763
Cash and cash equivalents as of October 1	16 187	23 090
Effect of foreign currency translation on cash	-96	-93
Cash and cash equivalents as of March 31	15 916	22 234
EBITDA	11 203	11 503 ^{1), 2)}
Free cash flow (cash flow from operating activities less cash flow from investing activities excluding acquisitions)	-4 546	17 233

¹⁾ Restated following first time application of IFRS 2 Share-based Payment.

²⁾ Restated following the ammended IAS 39 standard (on-trade loans for long-term securing of distribution channels).

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

in TCHF	Share capital	Own shares ²⁾	Capital reserves	Retained earnings	Accumulated translation differences	Hedge Accounting (IAS 39)	Total retained earnings	Total shareholders' equity
Balance as of 1.10.2004	177	-14	7 545	97 048	-939	-1 173	94 936	102 644
Changes in accounting of the management share option plan ⁶⁾			122	-556			-556	-434
Balance as of 1.10.2004 - (restated)	177	-14	7 667	96 492	-939	-1 173	94 380	102 210
Adjustment of financial instruments to fair value ⁵⁾						-991	-991	-991
Translation differences					-819		-819	-819
Net profit				3 454			3 454	3 454
Total gains and losses				3 454	-819	-991	1 644	1 644
Dividends ³⁾				-2 265			-2 265	-2 265
Share repurchase program ⁴⁾		-14	-408	-19 803			-19 803	-20 225
Purchase of own shares		-1		-1 295			-1 295	-1 296
Sale of own shares		4		5 295			5 295	5 299
Management share option plan ⁶⁾			199				0	199
Balance as of 31.03.2005	177¹⁾	-25	7 458	81 878	-1 758	-2 164	77 956	85 566
Balance as of 1.10.2005	164	-13	7 564	92 725	-111	-3 098	89 516	97 231
Changes in accounting of the management share option plan ⁶⁾			520	-976			-976	-456
Balance as of 1.10.2005 - (restated)	164	-13	8 084	91 749	-111	-3 098	88 540	96 775
Adjustment of financial instruments to fair value ⁵⁾						2 276	2 276	2 276
Translation differences					43		43	43
Net profit				4 984			4 984	4 984
Total gains and losses				4 984	43	2 276	7 303	7 303
Dividends ³⁾				-8 533			-8 533	-8 533
Purchase of own shares		0		-435			-435	-435
Sale of own shares		1		1 724			1 724	1 725
Management share option plan ⁶⁾			146				0	146
Exercise of management share options ⁷⁾	4	1 912					0	1 916
Balance as of 31.03.2006	168¹⁾	-12	10 142	89 489	-68	-822	88 599	98 897

¹⁾ The share capital as of March 31, 2006, consists of 167 704 (previous year: 177 491) registered shares with a nominal value of CHF 1 each.

²⁾ Nominal value; own share holdings at cost reduced the consolidated equity by TCHF 13 653 (previous year: TCHF 32 769 incl. shares from repurchase program)

³⁾ A dividend of CHF 55 (previous year: CHF 15) per share was distributed in the reporting period.

⁴⁾ Eichhof Holding AG repurchased 13 667 own shares in January 2005. They were annulled on April 8, 2005, according to the approval of the shareholders at the Annual General Meeting on January 27, 2005.

⁵⁾ The adjustment of financial instruments to the fair value concerns the valuation of an interest rate swap.

⁶⁾ Restated following first time application of IFRS 2 Share-based Payment.

⁷⁾ In the reporting period 3 280 options with an average exercise price of CHF 334 have been exercised.

SEGMENT INFORMATIONEN

	Half-year 2005/2006		Half-year 2004/2005 ¹⁾	
Business segments in TCHF				
		as % of total		as % of total
Net sales with third parties	126 083	100,0%	118 284¹⁾	100,0%
Eichhof Beverage	82 358	65,3%	79 186 ¹⁾	66,9%
Datacolor	42 554	33,8%	37 973	32,1%
Eichhof Real Estate	1 171	0,9%	1 125	1,0%
Other	0	0,0%	0	0,0%
		as % of sales		as % of sales
EBITDA	11 203	8,9%	11 503^{2), 3)}	9,7%
Eichhof Beverage	8 109	9,8%	7 123 ³⁾	9,0%
Datacolor	4 117	9,7%	5 682	15,0%
Eichhof Real Estate	596	50,9%	507	45,1%
Other	-1 619	n/a	-1 809 ²⁾	n/a
		as % of sales		as % of sales
EBIT	5 952	4,7%	5 306²⁾	4,5%
Eichhof Beverage	4 275	5,2%	3 099	3,9%
Datacolor	2 991	7,0%	3 833	10,1%
Eichhof Real Estate	322	27,5%	209	18,6%
Other	-1 636	n/a	-1 835 ²⁾	n/a
		as % of sales		as % of sales
Depreciation of fixed assets and intangible assets	5 251	4,2%	6 197³⁾	5,2%
Eichhof Beverage	3 834	4,7%	4 024 ³⁾	5,1%
Datacolor	1 126	2,6%	1 850	4,9%
Eichhof Real Estate	274	23,4%	298	26,5%
Other	17	n/a	25	n/a
		as % of total		as % of total
Gross investments in fixed assets	9 159	100,0%	6 591	100,0%
Eichhof Beverage	5 297	57,8%	3 582	54,3%
Datacolor	535	5,8%	637	9,7%
Eichhof Real Estate	3 327	36,4%	2 285	34,7%
Other	0	0,0%	87	1,3%
		as % of total		as % of total
Average number of employees	692	100,0%	670	100,0%
Eichhof Beverage	405	58,5%	395	59,0%
Datacolor	279	40,3%	267	39,8%
Eichhof Real Estate	2	0,3%	2	0,3%
Other	6	0,9%	6	0,9%

¹⁾ The consolidated income statement is presented in cost of sales format in accordance with the annual report 2005.

²⁾ Restated following first time application of IFRS 2 Share-based Payment.

³⁾ Restated following the amended IAS 39 standard (on-trade loans for long-term securing of distribution channels).

Net assets by business segments

as of March 31, 2006

	Assets	Liabilities	Net
Eichhof Beverage	140 323	52 915	87 408
Datacolor	53 668	36 750	16 918
Eichhof Real Estate *)	51 228	25 638	25 590
Other	33 031	64 050	-31 019
Total	278 250	179 353	98 897

*) Spin-off in accordance with merger law in Eichhof Immobilien AG as per effective date October 1, 2005.

as of September 30, 2005

	Assets	Liabilities	Net
Eichhof Beverage	135 926	73 265	62 661
Datacolor	50 657	35 819	14 838
Eichhof Real Estate	47 203	37 203	10 000
Other	29 256	19 980 ²⁾	9 276 ²⁾
Total	263 042	166 267	96 775

Return on average net assets (half-year)

	2005/2006	2004/2005
Eichhof Beverage	5,7%	5,2%
Datacolor	18,8%	40,5%
Eichhof Real Estate	1,8%	0,5%

The figures of the holding company, financial activities and consolidation effects are included in the position "Other". The Eichhof Group accounts for sales and transfers between legal entities as if the sales or transfers were to third parties at current market prices. There are no material inter-segment sales.

	Half-year 2005/2006		Half-year 2004/2005 ¹⁾	
Geographical segments in TCHF				
		as % of total		as % of total
Net sales with third parties	126 083	100,0%	118 284 ¹⁾	100,0%
Europe	99 706	79,1%	95 082 ¹⁾	80,4%
America	13 792	10,9%	12 542	10,6%
Asia/Pacific	12 585	10,0%	10 660	9,0%
		as % of total		as % of total
Assets	278 250	100,0%	263 055	100,0%
Europe	252 705	90,8%	241 705	91,9%
America	19 573	7,0%	15 456	5,9%
Asia/Pacific	5 972	2,2%	5 894	2,2%
		as % of total		as % of total
Gross investments in fixed assets	9 159	100,0%	6 591	100,0%
Europe	8 785	95,9%	6 101	92,6%
America	218	2,4%	395	6,0%
Asia/Pacific	156	1,7%	95	1,4%
		as % of total		as % of total
Average number of employees	692	100,0%	670	100,0%
Europe	486	70,2%	469	70,0%
America	140	20,2%	140	20,9%
Asia/Pacific	66	9,6%	61	9,1%

¹⁾ The consolidated income statement is presented in cost of sales format in accordance with the annual report 2005.

²⁾ Restated following first time application of IFRS 2 Share-based Payment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Accounting principles

The unaudited consolidated interim statements have been drawn up in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting". The same accounting principles apply as used for the consolidated financial statements for 2005 except for the revised standards IAS 39 and the new standard IFRS 2, where necessary the comparatives have been adjusted accordingly.

IFRS 2 – Share-based Payment

The adoption of IFRS 2 for the first time had an effect in the reporting period of TCHF 353 (prior year period TCHF 210). Income tax, earnings per share, deferred tax assets and equity have been adjusted in accordance with the standard.

IAS 39 – Financial Instruments

The application of the revised standard IAS 39 has been applied for the first time for on-trade loans to secure long-term delivery rights in Eichhof Beverage which lead to a reclassification of non-current financial assets to intangible assets of TCHF 3 891. The interest income and accumulation of the loans are recognized under other operating income and the amortization of the intangible asset (delivery right) is recognized under sales and marketing expenses.

Other new IFRS standards or IAS amendments adopted in 2005 have no or only an immaterial effect on the semi-annual or annual report 2005/2006 of the Group. For 2006/2007 no material impacts from new or amended IFRS standards are expected on the results of the group.

2. Use of estimates

In preparing the financial statements in accordance with IFRS certain assumptions have to be made which affect the reported values of assets and liabilities, the income statement and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. The assumptions are based on forecasts and estimates at the time the financial statements are prepared. Actual outcome may differ from those estimates.

3. Seasonality

The business of Eichhof Beverage is seasonal because of higher sales during the summer months, which is reflected in the second half of the fiscal year. Business for both, Datacolor and Eichhof Real Estate, is not subject to significant seasonal or cyclical fluctuations.

4. Post balance sheet events

The Beverage Division is taking over the operating business from Brauerei Ziegelhof, Liestal as per May 15, 2006.

The Board of Directors decided on April 8, 2006 not to place an offer for the shares of Amazys Holding AG.

5. Foreign exchange rates

CHF per	1 USD	1 EUR	1 GBP
Average rates October 2005/March 2006	1.29	1.55	2.28
Average rates October 2004/March 2005	1.19	1.54	2.22
Rates end of March 2006	1.30	1.58	2.27
Rates end of September 2005	1.29	1.56	2.28
Rates end of March 2005	1.20	1.55	2.26

Eichhof Holding AG, 6002 Lucerne

Telephone +41 41 319 12 42, Fax +41 41 319 12 60