

Consolidated income statement

CHF 1 000	Note	1.1.–30.6.2021	1.1.–30.6.2020	Change
Revenues from asset management services	2.1	70 395	48 680	+21 715
Income from financial investments		3 039	– 220	+3 259
Net other income	2.2	199	179	+20
Operating income		73 633	48 639	+24 994
Personnel expenses	2.3	– 33 569	– 25 282	– 8 287
Other operating expenses	2.4	– 7 096	– 5 836	– 1 260
Depreciation and amortization	2.5	– 1 997	– 2 362	+365
Valuation adjustments and provisions	2.6	– 2 888	– 7 032	+4 144
Operating expenses		– 45 550	– 40 512	– 5 038
Group profit before tax from continuing operations		28 083	8 127	+19 956
Taxes	2.7	– 5 624	– 1 924	– 3 700
Group net profit from continuing operations		22 459	6 203	+16 256
Group net profit from discontinued operations (net of tax)		–	– 697	+697
Group net profit		22 459	5 506	+16 953
Undiluted/Diluted earnings per share from continuing operations (in CHF)	8	+1.69	+0.46	+1.23
Undiluted/Diluted earnings per share from discontinued operations (in CHF)	8	–	– 0.05	+0.05
Total undiluted/diluted earnings per share (in CHF)		+1.69	+0.41	+1.28

The notes are an integral part of the consolidated interim financial statements.

Consolidated statement of comprehensive income

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020	Change
Group net profit	22 459	5 506	+16 953
Other comprehensive income			
Items that may be reclassified subsequently to net income			
Currency translation adjustments	617	– 671	+1 288
Items that will not be reclassified subsequently to net income			
Gains and losses arising on revaluation of financial assets at fair value through other comprehensive income	374	– 102	+476
Remeasurements of post-employment benefit obligations	– 781	– 1 045	+264
Other comprehensive income (net of tax)	210	– 1 818	+2 028
Total comprehensive income	22 669	3 688	+18 981

The notes are an integral part of the consolidated interim financial statements.

Consolidated balance sheet

CHF 1000	Note	30.6.2021	31.12.2020	Change
Cash and cash equivalents		53 143	82 547	-29 404
Trade and other receivables	3.2	17 646	18 076	- 430
Financial investments	3.1/3.3	32 647	46 713	-14 066
Other assets	3.4	12 107	8 363	+3 744
Current tax assets		1 098	738	+360
Current assets		116 641	156 437	- 39 796
Financial investments	3.1/3.3	8 719	7 155	+1 564
Property and equipment		3 975	5 032	- 1 057
Goodwill and other intangible assets	3.5	49 084	52 578	- 3 494
Other assets	3.4	14 999	13 929	+1 070
Deferred tax assets		679	433	+246
Non-current assets		77 456	79 127	- 1 671
Assets		194 097	235 564	- 41 467
Trade and other payables	3.6	35 742	39 241	- 3 499
Lease liabilities		1 530	1 789	- 259
Other financial liabilities	3.1	48	91	- 43
Current tax liabilities		2 189	3 982	- 1 793
Current liabilities		39 509	45 103	- 5 594
Trade and other payables	3.6	15 370	16 228	- 858
Lease liabilities		1 758	2 463	- 705
Deferred tax liabilities		6 724	5 954	+770
Non-current liabilities		23 852	24 645	- 793
Liabilities		63 361	69 748	- 6 387
Share capital		1 346	1 346	+0
Capital reserves		27 340	27 340	+0
Unrealized gains and losses recognized in other comprehensive income		-1 221	- 814	- 407
Currency translation adjustments		- 274	- 891	+617
Retained earnings		109 297	141 028	- 31 731
Treasury shares	3.7	- 5 752	- 2 193	- 3 559
Total shareholders' equity		130 736	165 816	- 35 080
Total liabilities and shareholders' equity		194 097	235 564	- 41 467

The notes are an integral part of the consolidated interim financial statements.

Statement of shareholder's equity

CHF 1 000	Share capital	Capital reserves	Gains and losses recognized in other comprehensive income	Currency translation adjustments	Retained earnings	Treasury shares	Total
Balance at 1 January 2021	1 346	27 340	- 814	- 891	141 028	- 2 193	165 816
Currency translation adjustments	-	-	-	617	-	-	617
Gains and losses arising on revaluation of financial assets at fair value through other comprehensive income	-	-	374	-	-	-	374
Remeasurement of post-employment benefit obligations	-	-	- 781	-	-	-	- 781
Other comprehensive income	-	-	- 407	617	-	-	210
Group net profit	-	-	-	-	22 459	-	22 459
Total comprehensive income	-	-	- 407	617	22 459	-	22 669
Employee stock ownership plan	-	-	-	-	- 1 658	-	- 1 658
Acquisition of own shares	-	-	-	-	-	- 8 045	- 8 045
Disposal of own shares	-	-	-	-	434	4 486	4 920
Dividends and other distributions	-	-	-	-	- 52 966	-	- 52 966
Transactions with owners in their capacity as owners	-	-	-	-	- 54 190	- 3 559	- 57 749
Balance at 30 June 2021	1 346	27 340	- 1 221	- 274	109 297	- 5 752	130 736

CHF 1 000	Share capital	Capital reserves	Gains and losses recognized in other comprehensive income	Currency translation adjustments	Retained earnings	Treasury shares	Total
Balance at 31 December 2019	1 346	27 340	- 800	- 601	170 131	- 1 654	195 762
Correction of error 2019 (net of tax)	-	-	-	-	2 588	-	2 588
Restated total equity at 31 December 2019	1 346	27 340	- 800	- 601	172 719	- 1 654	198 350
Currency translation adjustments	-	-	-	- 671	-	-	- 671
Gains and losses arising on revaluation of financial assets at fair value through other comprehensive income	-	-	- 102	-	-	-	- 102
Remeasurement of post-employment benefit obligations	-	-	- 1 045	-	-	-	- 1 045
Reclassification from OCI positions ¹⁾	-	-	443	-	- 443	-	-
Other comprehensive income	-	-	- 704	- 671	- 443	-	- 1 818
Group net profit	-	-	-	-	5 506	-	5 506
Total comprehensive income	-	-	- 704	- 671	5 063	-	3 688
Employee stock ownership plan	-	-	-	-	63	-	63
Acquisition of own shares	-	-	-	-	-	- 12 950	- 12 950
Disposal of own shares	-	-	-	-	- 353	12 595	12 242
Dividends and other distributions	-	-	-	-	- 53 846	-	- 53 846
Transactions with owners in their capacity as owners	-	-	-	-	- 54 136	- 355	- 54 491
Balance at 30 June 2020	1 346	27 340	- 1 504	- 1 272	123 646	- 2 009	147 547

¹⁾ Reclassification in connection with pension obligations of discontinued operations.

The notes are an integral part of the consolidated interim financial statements.

Consolidated cash flow statement

	1.1.–30.6.2021	1.1.–30.6.2020
Cash flow from operating activities		
Group net profit from continuing operations	22 459	6 203
Group net profit from discontinued operations	–	– 697
Total group profit	22 459	5 506
Reconciliation to net cash flow from operating activities		
Non-cash positions in Group results:		
Depreciation and amortization	1 997	2 362
Impairment of goodwill and intangible assets	2 888	7 032
Change in provisions	–	– 751
Income taxes	5 624	1 919
Other non-cash items	– 1 414	214
Net (increase) / decrease in operating assets		
Receivables and other assets	– 5 350	– 30 340
Financial assets	12 379	– 9 089
Net increase / (decrease) in liabilities		
Payables and other financial liabilities	– 386	151 506
Paid income taxes	– 7 105	– 11 039
Interest paid	– 4	– 125
Interest received	1	60
Dividend received	535	458
Cash flow from operating activities	31 624	117 713
Cash flow from investing activities		
Purchase of property and equipment	– 112	– 200
Payments for acquisitions of controlled entities, net of cash	–	– 69
Reduction in cash and cash equivalents following disposal of subsidiaries	–	– 148 271
Net cash flow from investing activities	– 112	– 148 540
Cash flow from financing activities		
Cash distributions / dividends paid	– 52 966	– 53 846
Leasing payments	– 936	– 1 150
Purchases of treasury shares	– 8 045	– 12 950
Disposal of treasury shares	916	8 002
Net cash flow from investing activities	– 61 031	– 59 944
Currency translation effects	115	– 94
Net increase / decrease in cash and cash equivalents	– 29 404	– 90 865
Cash at the beginning of the period	82 547	145 448

Cash at the end of the period**53 143****54 583**

The cash flow statement does not differentiate between continuing and discontinued operations.

The notes are an integral part of the consolidated interim financial statements.

Notes to the Consolidated interim Financial Statements

1 Segment information

The Group Executive Board is the Group's chief operating decision maker and reviews the results from a product-related as well as a geographical perspective. Bellevue Group focuses exclusively on the Asset Management business unit and reports one reportable segment. The segment consists of the operating business units Bellevue Asset Management, StarCapital and Bellevue Private Markets. The offering includes a broad-based range of investment funds as well as investment solutions for institutional, intermediary and private clients. The segment's investment philosophy is characterized by a purely active management approach. Bellevue Asset Management has a clear focus on managing equity portfolios for selected sector and regional strategies, based on a fundamental and research-driven stock picking approach («bottom up»). In contrast, StarCapital AG pursues a holistic asset management approach based on quantitative and experience-driven investment approaches with pronounced anti-cyclicality. Its well-diversified product offering in the areas of asset-managed strategies, global bond and equity strategies, and multi-asset class solutions thus exhibits a high degree of complementarity. Bellevue Private Markets specializes in developing exclusive investment opportunities in unlisted companies for its investor group. In addition, it acts as investment advisor for private equity funds. This represents a further diversification of the investment universe with low correlation to the capital markets. All three business units operate in similar regions. Group Management monitors the results of the three business units both on a consolidated basis and separately.

The geographical breakdown of operating income is as follows:

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Operating income		
Switzerland	59 702	43 600
United Kingdom	5 845	1 963
Germany	3 440	3 352
Other countries	4 646	1 785
Total	73 633	50 700
thereof from continuing operations	73 633	48 639
thereof from discontinued operations	–	2 061

All income from discontinued operations was managed in Switzerland in the previous period.

Total non-current assets (including goodwill and excluding other financial assets at fair value) are as follows:

CHF 1 000	30.6.2021	31.12.2020
Non-current assets		
Switzerland	37 115	38 304
Germany	15 938	19 173
Other countries	6	133
Total	53 059	57 610

2 Details on the consolidated income statement

2.1 Revenues from asset management services

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Management fees	67 637	48 365
Performance fees	1 569	35
Other commission income	1 497	495
Fee and commission expense	– 308	– 215
Revenues from asset management services	70 395	48 680

Management fees are generated from asset management mandates with listed investment companies, regulated funds in various countries, private equity funds or institutional counterparties. The fees are mostly collected on a monthly basis.

Various mandates include performance fees. These are only taken into account when the performance period has been completed. For regulated funds, this is the calendar year. In some cases, mandates are invoiced on a quarterly basis. In the case of private equity funds, depending on the partnership agreement, this takes place when the fund is redeemed or dissolved.

Other commission income includes transaction-related fees.

2.2 Net other income

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Dividend income	228	458
Interest income	7	7
Interest expenses	– 31	– 55
Net foreign exchange income/losses	– 68	– 279
Other	63	48
Total net other income	199	179

2.3 Personnel expenses

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Fix and variable salaries	29 774	21 992
Pension cost	1 085	1 074
Other social benefits	2 555	2 050
Other personnel expenses	155	166
Total personnel expenses	33 569	25 282

2.4 Other operating expenses

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Occupancy and maintenance expenses	413	332
IT and telecommunications	2 014	1 687
Travel and representation, PR, advertising	1 981	1 422
Consulting and audit fees	645	961
Research expenses	1 092	1 075
Other operating expenses	951	359
Total Other operating expenses	7 096	5 836

2.5 Depreciation and amortization

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Depreciation of property and equipment	215	234
Depreciation of rights of use	912	1 115
Depreciation of intangible assets	870	1 013
Total Depreciation and amortization	1 997	2 362

2.6 Valuation adjustments and provisions

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Value adjustment Goodwill (Impairment)	2 026	5 293
Value adjustment intangible assets (Impairment)	862	1 739
Total Valuation adjustments and provisions	2 888	7 032

For further details, please refer to the comments under section [3.5](#).

2.7 Taxes

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Current income taxes	4 944	2 476
Deferred income taxes	680	– 552
Total	5 624	1 924

3 Details on the consolidated balance sheet

3.1 Financial assets and financial liabilities

3.1.1 Fair value of financial instruments

CHF 1 000	30.6.2021	31.12.2020
	Book value	Book value
Assets		
Financial investments		
Investments in own products	21 067	22 297
Investments in own products to fulfill long-term incentive plans	16 165	19 081
Other investments in equity instruments	980	1 306
Financial assets at fair value through profit and loss	38 212	42 684
Financial investments		
Investments in own products	3 154	989
Other investments in equity instruments	–	10 195
Financial assets with OCI fair value measurement	3 154	11 184
Total financial assets at fair value	41 366	53 868
Liabilities		
Other financial liabilities	48	91
Financial liabilities at fair value through profit and loss	48	91
Total financial liabilities at fair value	48	91

The fair value of other financial instruments measured at amortised cost does not differ significantly from their book value.

3.1.2 Valuation methods of financial instruments

CHF 1 000	Level 1	Level 2	Level 3	Total
30.6.2021				
Assets				
Financial investments				
Investments in own products	1 863	14 009	8 349	24 221
Investments in own products to fulfill long-term incentive plans	16 165	–	–	16 165
Other investments in equity instruments	610	–	370	980
Financial assets at fair value	18 638	14 009	8 719	41 366
Liabilities				
Other financial liabilities	–	13	35	48
Financial liabilities at fair value	–	13	35	48

CHF 1 000	Level 1	Level 2	Level 3	Total
31.12.2020				
Assets				
Financial investments				
Investments in own products	2 794	13 944	6 548	23 286
Investments in own products to fulfill long-term incentive plans	19 081	–	–	19 081
Other investments in equity instruments	541	159	10 801	11 501
Financial assets at fair value	22 416	14 103	17 349	53 868
Liabilities				
Other financial liabilities	–	11	80	91
Financial liabilities at fair value	–	11	80	91

No transfer between levels of the fair value hierarchy took place in the first half of 2021 or in the comparable period of the previous year.

Level 1 instruments

If a financial instrument is traded in an active market, its fair value is based on listed market prices. In the fair value hierarchy prescribed in IFRS 13, this type of financial instrument is classified as a level 1 instrument. The fair value of these positions corresponds to the current price (e.g. settlement price or closing price) multiplied by the number of units of the financial instruments held.

Level 2 instruments

If there is no active market, the fair value is determined on the basis of valuation models or other generally accepted valuation methods (primarily option pricing and discounted cash flow models). If all the significant inputs can be observed directly or indirectly in the market, the instrument is classified as a level 2 instrument. The valuation models take account of the relevant parameters such as contract specifications, the market price of the underlying asset, foreign exchange rates, yield curves, default risks and volatility.

Level 3 instruments

If at least one significant input cannot be observed directly or indirectly in the market, the instrument is classified as a level 3 instrument. These instruments include private-equity funds and unlisted equity instruments, as well as the contingent purchase price liability. The fair value of private equity funds is determined based on the last available net asset values, less necessary value adjustments according to own assessment. The fair value of unlisted equity instruments is determined primarily based on available transaction prices. Secondly, depending on the equity security, different multiples based on currently available financial information are used to verify the valuation. If no multiples are applicable, the net asset value is used. The valuation of the contingent purchase price liability is mainly based on the underlying contractual share purchase terms and conditions.

3.1.3 Level 3 financial instruments

CHF 1 000	30.6.2021	30.6.2020
	Financial investments	Financial investments
Holdings at the beginning of the year as 1.1.	17 349	9 318
Investments	1 963	–
Redemptions/Payments	– 10 947	–
Losses recognized in the income statement	– 170	– 209
Losses recognized in other comprehensive income	–	– 14
Gains recognized in the income statement	111	75
Gains recognized in other comprehensive income	413	–
Total book value at balance sheet date	8 719	9 170
Unrealised profit/losses from level 3 instruments which were held on the balance sheet date recorded in the income statement in the period	– 59	– 134

Key assumptions for the valuation of level 3 financial instruments vary from investment to investment. The following table shows the effect on the valuation when these assumptions are changed:

Sensitivity analysis	Fair value	Key assumption	Changes in key assumption	Change in fair value in CHF 1 000
Private Equity funds	8 719	Net asset value	+ 5 percentage points	436
			– 5 percentage points	– 436

CHF 1 000	30.6.2021	30.6.2020
	Other financial liabilities	Other financial liabilities
Holdings at the beginning of the year as 1.1.	80	–
Investments	–	80
Payments	– 45	–
Total book value at balance sheet date	35	80
Unrealised profit/losses from level 3 instruments which were held on the balance sheet date and recorded in the income statement in the period	–	–

The contingent purchase price payment from the acquisition of REALWERK AG in 2020 is included in the balance sheet item «Other financial liabilities» and represents the remaining purchase price liability owed. The valuation is mainly based on the underlying share purchase agreement provisions. In the first half-year 2021 a payment of TCHF 45 has taken place.

3.1.4 Derivative financial instruments

CHF 1 000	Positive replacement value	Negative replacement value	Contract volume
30.6.2021			
Forward contracts (OTC) ²⁾	–	13	3 033
Futures ¹⁾	–	–	4 563
Total	–	13	7 596
31.12.2020			
Forward contracts (OTC) ²⁾	–	11	2 950
Futures ¹⁾	–	–	3 851
Total	–	11	6 801

¹⁾ Level 1: listed on an active market

²⁾ Level 2: valuated on the basis of models with observable input factors

Derivatives are used exclusively for economic hedging purposes and not as speculative investments. However, if derivatives do not meet the criteria for hedge accounting, they are classified as «Financial investments» and recognized at fair value through profit or loss for financial reporting purposes.

3.2 Trade and other receivables

CHF 1 000	30.6.2021	31.12.2020
Trade receivables	14 574	15 801
Prepayments	323	561
Other receivables	2 749	1 714
Total	17 646	18 076

3.3 Financial investments

CHF 1 000	30.6.2021	31.12.2020
Investments in own products	24 221	23 286
Investments in own products to fulfill long-term incentive plans	16 165	19 081
Other investments in equity instruments	980	11 501
Total	41 366	53 868
Current	32 647	46 713
Non-current	8 719	7 155
Total	41 366	53 868

3.4 Other assets

CHF 1 000	30.6.2021	31.12.2020
Assets related to other employee benefits	21 714	15 815
Assets from pension plans	3 960	5 034
Other	1 432	1 443
Total	27 106	22 292
Current	12 107	8 363
Non-current	14 999	13 929
Total	27 106	22 292

3.5 Goodwill and other intangible assets

CHF 1 000	30.6.2021	31.12.2020
Goodwill	42 226	44 047
Other intangible assets	6 858	8 531
Total	49 084	52 578

CHF 1 000	Total
Goodwill	
Acquisition cost	
Balance as of 31.12.2020	109 788
Foreign currency effect	205
Balance as of 30.6.2021	109 993
Accumulated valuation adjustments	
Balance as of 31.12.2020	- 65 741
Additions	- 2 026
Balance as of 30.6.2021	- 67 767
Net carrying values	
Balance as of 31.12.2020	44 047
Balance as of 30.6.2021	42 226

Bellevue Group basically examines the recoverable value of the goodwill annually, based on the estimated recoverable amount that can be obtained per each single cash-generating unit, or group of such units (depending on allocation). If events or a change of circumstances indicate a possible impairment, the test is carried out more frequently. Detailed explanations of the methods used in calculating the recoverable amount are given in the note in the annexe, item 3.6, of the 2020 annual report.

An impairment test was carried out at the end of June 2021. The discount rate used in these calculations was 10.6% (31.12.2020: 10.6%) and the assumed growth rate was 2% (31.12.2020: 2%). A projected reduction in the assets under management of StarCapital AG in the second half of 2021 due to customer streamlining in the low margin mandate business and the resulting expected cash flow surpluses compared to the business plan have led to an adjustment of the estimate for the future earnings achievable by StarCapital AG. As a result, the goodwill for StarCapital AG had to be impaired by CHF 2.0 million as of June 30, 2021. This amount

corresponds to the amount by which the carrying amount exceeds the recoverable amount. Assuming that the used growth rates of expected cash inflows (which depend primarily on the return on average assets under management and expected investment returns) would be assumed to be 20% lower or the used discount rate 10% higher, this could lead to an additional goodwill impairment of CHF 1.7 million or CHF 2.0 million, respectively. The goodwill allocated to the cash-generating unit StarCapital AG amounts to CHF 12.6 million as of December 31, 2020. The remaining goodwill (CHF 29.6 million) is attributable to the cash-generating units Bellevue Asset Management AG and adbodmer AG.

CHF 1 000	Client base	Brand	Other	Total
Other intangible assets				
Acquisition cost				
Balance as of 31.12.2020	49 200	374	372	49 946
Foreign currency effect	59	–	–	59
Balance as of 30.6.2021	49 259	374	372	50 005
Accumulated valuation adjustments				
Balance as of 31.12.2020	– 40 998	– 351	– 66	– 41 415
Additions	– 800	– 23	– 47	– 870
Impairment	– 862	–	–	– 862
Balance as of 30.6.2021	– 42 660	– 374	– 113	– 43 147
Net carrying values				
Balance as of 31.12.2020	8 202	23	306	8 531
Balance as of 30.6.2021	6 599	–	259	6 858

As of June 30, 2021, the review of the residual values of the StarCapital AG client base resulted in an impairment of CHF 0.9 million. The discount rate used for this purpose was 12.1% (December 31, 2020: 12.1%) and the applied growth rate 2% (December 31, 2020: 2%).

3.6 Trade and other payables

CHF 1 000	30.6.2021	31.12.2020
Trade payables	748	799
Accrued expenses	49 400	53 098
Other payables	964	1 572
Total	51 112	55 469
Current	35 742	39 241
Non-current	15 370	16 228
Total	51 112	55 469

3.7 Treasury shares

	Number	CHF 1 000
Balance as of 1.1.2020	70 000	1 654
Purchases	599 814	12 950
Disposals	– 574 020	– 12 595
Balance as of 30.6.2020	95 794	2 009
Purchases	162 392	4 030
Disposals	– 172 044	– 3 846
Balance as of 31.12.2020	86 142	2 193
Purchases	198 580	8 045
Disposals	– 125 945	– 4 486
Balance as of 30.6.2021	158 777	5 752

4 Significant estimates, judgments and errors

4.1 Estimates, assumptions and the exercising of discretion by management

The preparation of the consolidated interim financial statements requires management to make assumptions and estimates that have an impact on the balance sheet values and items of the income statement in the current financial period. In certain circumstances, the actual values may diverge from these estimates. The main assumptions and estimates made in drawing up the condensed consolidated interim financial statements conformed to Group-wide accounting principles and were based on the assumptions applied on 31 December 2020. The current COVID-19 pandemic has no direct influence on management's assumptions and estimates, which have an impact on balance sheet values and income statement items.

5 Risk management and risk control

Bellevue Group's activity is subject to multiple financial risks including market, credit, forex, liquidity and refinancing risks. The condensed consolidated interim financial statements do not include the full information on the above mentioned risks, which the consolidated financial statements are required to present. These interim financial statements should therefore be read in conjunction with the consolidated financial statements in the 2020 Annual Report.

6 Pledged assets, guarantees and contingent liabilities

CHF 1 000	30.6.2021	31.12.2020
Rent deposit accounts in connection with leasing contracts	958	956
Contingent liabilities	6 504	3 320

7 Events after the balance sheet date

No events have occurred since the balance sheet date 30 June 2021 that would have a material impact on the information provided in the interim consolidated financial statements and would therefore need to be disclosed.

8 Earnings per share

CHF 1 000	1.1.–30.6.2021	1.1.–30.6.2020
Group net profit	22 459	5 506
thereof from continuing operations	22 459	6 203
thereof from discontinued operations	–	– 697
Weighted average number of issued registered shares	13 461 428	13 461 428
Less weighted average number of treasury shares	– 138 552	– 105 110
Weighted average number of shares outstanding (undiluted/diluted)	13 322 876	13 356 318
Undiluted/Diluted earnings per share from continuing operations (in CHF)	1.69	0.46
Undiluted/Diluted earnings per share from discontinued operations (in CHF)	–	– 0.05
Total undiluted/diluted earnings per share (in CHF)	1.69	0.41

9 Approval of the condensed consolidated interim financial statements

The Board of Directors has approved the condensed consolidated interim financial statements at the meeting of July 27, 2021.

10 Accounting principles

10.1 Basis of presentation

The condensed consolidated interim financial statements of Bellevue Group AG, Küsnacht, have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting". As they do not contain all of the information and disclosures required in the consolidated annual report these interim financial statements should be read in conjunction with the consolidated annual financial statement for the year ended 31 December 2020. The condensed consolidated interim financial statements have been prepared in accordance with the accounting policies set out in the consolidated annual financial statements.

10.2 New standards and interpretations

The following new or revised standards and interpretations did not have any material effects on Bellevue Group when first applied on 1 January, 2021 or were of no relevance to Bellevue Group:

	To be applied as of
IFRS 9, IAS 39, IFRS 7, IFRS 4, IFRS 16 Amendments: Interest Rate Benchmark Reform - Phase 2 -	01.01.2021

10.3 International Financial Reporting Standards and interpretations which will be introduced in 2021 or later and other amendments

Based on early stage analyses, the following new or revised standards and interpretations will not have a significant effect on Bellevue Group's financial statements:

	To be applied as of
IFRS 3 Amendments: Reference to the Conceptual Framework	01.01.2022
IAS 16 Amendments: Property, Plant and Equipment: Proceeds before Intended Use	01.01.2022
IAS 37 Amendments: Onerous Contracts - Costs of Fulfilling a Contract -	01.01.2022
IFRS 17: Insurance Contracts	01.01.2023
IAS 1 Amendments: Classification of Liabilities as Current or Non-current	01.01.2023
IAS 8 Amendments: Definition of Accounting Estimates	01.01.2023

10.4 Foreign currency translation

The following exchange rates apply to the translation of significant currencies:

	2021		2020	
	30.6.2021 Half year-end rate	1.1.-30.6.2021 Period average rate	30.6.2020 Half year-end rate	1.1.-30.6.2020 Period average rate
EUR	1.09672	1.09427	1.06415	1.06695
USD	0.92500	0.90923	0.94730	0.96255
GBP	1.27940	1.25931	1.17470	1.22393

11 Alternative Performance Indicators (unaudited)

CHF 1 000	1.1.-30.6.2021	1.1.-30.6.2020	Change
Operating income	73 633	48 639	+24 994
Personnel expenses	- 33 569	- 25 282	- 8 287
Other operating expenses	- 7 096	- 5 836	- 1 260
Operating expenses	- 40 665	- 31 118	- 9 547
Operating profit (continuing operations)	32 968	17 521	+15 447
Depreciation and amortization	- 1 997	- 2 362	+365
Valuation adjustments	- 2 888	- 7 032	+4 144
Group profit before tax (continuing operations)	28 083	8 127	+19 956
Taxes	- 5 624	- 1 924	- 3 700
Group net profit (continuing operations)	22 459	6 203	+16 256
Group net profit from discontinued operations (net of tax)	-	- 697	+697
Group net profit	22 459	5 506	+16 953

Report on the Review of condensed consolidated interim financial statements to the Board of Directors of Bellevue Group AG Küsnacht

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements (consolidated balance sheet, consolidated income statement, consolidated statement of comprehensive income, statement of changes in equity, consolidated cash flow statement and notes) of Bellevue Group AG for the period ended 30 June 2021. The Board of Directors is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with Swiss Auditing Standard 910 and International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Swiss Auditing Standards and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements have not been prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

PricewaterhouseCoopers AG

Philippe Bingert

Roland Holl

Zürich, 27 July 2021

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