INTERIM REPORT
JANUARY-JUNE 2015

PKC GROUP

PKC Group Plc **INTERIM REPORT** **6 August 2015 8.15 a.m.**

PKC GROUP Q2/2015:
GROUP EBITDA BEFORE NON-RECURRING ITEMS UP 22%, DRIVEN BY CONTINUED IMPROVEMENT IN WIRING SYSTEMS SEGMENT

APRIL - JUNE 2015 HIGHLIGHTS

- Revenue increased 8.7% on the comparison period (4-6/2014), totalling EUR 223.9 million (EUR 206.0 million). The changes in consolidation exchange rates increased the revenue by approximately +13%.
- EBITDA before non-recurring items increased 21.5% on the comparison period (4-6/2014), totalling EUR 15.7 million (EUR 12.9 million) and 7.0% (6.3%) of revenue.
- Wiring Systems business segment's EBITDA before non-recurring items increased 22.2% on the comparison period (4-6/2014), totalling EUR 16.5 million (EUR 13.5 million) and 7.9% (7.1%) of revenue.
- Operating profit before non-recurring items increased 33.2% on the comparison period (4-6/2014), totalling EUR 8.1 million (EUR 6.1 million) and 3.6% (3.0%) of revenue.
- Diluted earnings per share were EUR -0.06 (EUR 0.11) including the impact of EUR 5.4 million (EUR 1.5 million) non-recurring items in operating profit.
- Cash flow after investments was EUR 1.6 million (EUR 7.4 million).

JANUARY - JUNE 2015 HIGHLIGHTS

- Revenue increased 9.8% on the comparison period (1-6/2014), totalling EUR 450.4 million (EUR 410.0 million). The changes in consolidation exchange rates increased the revenue by approximately +12%.
- EBITDA before non-recurring items increased 31.2% on the comparison period (1-6/2014), totalling EUR 32.4 million (EUR 24.7 million) and 7.2% (6.0%) of revenue.
- Wiring Systems business segment's EBITDA before non-recurring items increased 26.4% on the comparison period (1-6/2014), totalling EUR 31.8 million (EUR 25.2 million) and 7.7% (6.6%) of revenue.
- Operating profit before non-recurring items increased 51.2% on the comparison period (1-6/2014), totalling EUR 17.3 million (EUR 11.4 million) and 3.8% (2.8%) of revenue.
- Diluted earnings per share were EUR 0.12 (EUR 0.15) including the impact of EUR 5.9 million (EUR 4.2 million) non-recurring items in operating profit.
- Cash flow after investments was EUR -30.2 million (EUR -11.0 million).

PKC GROUP'S OUTLOOK FOR 2015

- PKC Group estimates that with prevailing exchange rates 2015 revenue will be higher than previous year level, and that comparable EBITDA will be higher than in 2014. In 2014, PKC's revenue was EUR 829.5 million and comparable EBITDA before non-recurring items was EUR 48.6 million*. Revenue and EBITDA estimates are based on current business structure.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

KEY FIGURES*	4-6/15	4-6/14	Change %	1-6/15	1-6/14	Change %	1-12/14
EUR 1,000 (unless otherwise noted)							
Revenue	223,886	205,966	+8.7	450,380	410,023	+9.8	829,516
EBITDA**	15,708	12,926	+21.5	32,441	24,732	+31.2	48,572
% of revenue	7.0	6.3		7.2	6.0		5.9
Operating profit**	8,118	6,095	+33.2	17,268	11,421	+51.2	21,384
% of revenue	3.6	3.0		3.8	2.8		2.6
Non-recurring items	-5,361	-1,465		-5,943	-4,200		-28,362
Operating profit (loss)	2,757	4,631	-40.5	11,324	7,221	+56.8	-6,978
% of revenue	1.2	2.2		2.5	1.8		-0.8
Profit (loss) before taxes	1,397	3,871	-63.9	9,182	5,225	+75.7	-10,528
Net profit (loss) for the report period	-1,388	2,593	-153.5	2,972	3,501	-15.1	-29,051
Earnings per share (EPS), EUR	-0.06	0.11	-153.4	0.12	0.15	-15.3	-1.21
Cash flow after investments	1,550	7,390	-79.0	-30,245	-10,965	175.8	20,699
ROCE,%				12.8	7.8		7.7
Gearing, %				21.1	14.0		-5.6
Average number of personnel	19,848	19,246	+3.1	19,766	19,026	+3.9	19,640

* PKC Group has reclassified certain financial items and operating expenses as of the beginning of 2015. Comparison periods have been adjusted accordingly. The changes to revenue and operating profit (loss) are minor and have no impact on the net profit (loss) for the period or shareholders' equity. The changes are presented in detail in the table section of the interim report Q1/2015.

** before non-recurring items

MATTI HYYTIÄINEN, PRESIDENT & CEO:

"Revenue in the second quarter increased on the comparison period by 8.7% and was EUR 223.9 million. In North America and Europe, production of heavy-duty trucks grew on the comparison period and on the first quarter of the current year. However, production volumes of medium-duty trucks in North America and in Europe declined in comparison with both the comparison period and first quarter. In Brazil, production volumes continued to decline in comparison with the comparison period but were higher than in the first quarter's holiday season.

PKC's operating profit before non-recurring items increased on the comparison period by 33.2% and was EUR 8.1 million. In North America, the largest production unit in Acuna, Mexico was hit by a tornado in May causing production stoppage that had negative impact on the unit's profitability. In Europe, the ongoing production reorganisation continued to encumber profitability but progressed as planned apart from some production transfers that have been delayed due to customers' approval processes. In Brazil despite low production volumes, actions to improve operating profit are taking effect although operations remained loss-making. The medium term outlook for truck market in Brazil is weak and therefore we have decided to close Curitiba factory and consolidate all production to Campo Alegre factory.

PKC 2018 strategy is proceeding. The acquisition of Groclin's Wiring & Controls business that was announced in February has been finalised and business shall be consolidated into PKC Group as of 1 July 2015. Customers and personnel have reacted positively to the acquisition. Also the establishment of Chinese joint venture with Huakai announced in March has proceeded quickly and it is estimated that the company starts operations in Q3/2015.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

In North America the full-year production volume forecasts for trucks are slightly weaker than previous estimation. The demand in North America has stabilised. In Europe, the production volumes in the second half of the year are estimated to fall slightly short of first half's volumes taking into account the holiday season production stoppages. In Brazil, production volume estimates have been further decreased.

PKC's strong market position is a result of our personnel's commitment to high-quality customer service. I wish to thank all PKC personnel for their good performance."

OPERATING ENVIRONMENT

Wiring Systems Business

PKC Group's key customers operate in the commercial vehicle industry which products are investment goods and as such their demand is highly correlated to the general economic situation. Economic activity continued on a good level in North America during the report period. The growth of the European economy has continued to be low and deflationary and political risks still exist. The European Central Bank's quantitative easing, lower oil prices and increased export competitiveness have increased the optimism slightly which has been jeopardized by the recent events in Greece. In Brazil and Russia, the economic growth has slowed down and the economies are in recession. China's economic indicators have continued to weaken which has also been reflected in strong decline of the share prices in China recently.

PKC Group's functional currency the euro has depreciated against the US dollar during the report period and was on average clearly weaker than during the comparison period. During the second quarter, however, the euro was more stable against the US dollar compared to the first quarter of the year. During the reporting period the Brazilian real has depreciated in relation to the euro. US dollar has continued to strengthen against Mexican peso and was on a significantly stronger level than in the comparison period. The Russian rouble strengthened until April, but has since depreciated somewhat. Majority of PKC Group's Russian manufacturing output is being exported. The price of key raw material, copper, increased in the beginning of the year, but returned to its longer term declining trend during the second quarter due to lowering demand in China and due to recent general slump in commodity prices. On average the customer sales prices are updated with a 3-5 month delay on the basis of copper price changes.

Vehicle production, Europe, units	4-6/15	4-6/14	Change %	1-3/15	Change %	1-12/14
Heavy duty trucks	83,835	76,735	+9.3	82,260	+1.9	308,799
Medium duty trucks	18,795	19,274	-2.5	20,395	-7.8	73,564

Source: LMC Automotive Q2/2015

European truck demand has started to recover but is still below the normal replacement level.

Vehicle production, North America, units	4-6/15	4-6/14	Change %	1-3/15	Change %	1-12/14
Heavy duty trucks	89,066	73,788	+20.7	79,394	+12.2	297,499
Medium duty trucks	57,249	60,044	-4.7	57,797	-0.9	227,148
Light vehicles (Pick-up & SUV)	2,465,367	2,313,970	+6.5	2,249,841	+9.6	8,884,232

Source: LMC Automotive Q2/2015

Record freight volumes continue to drive the demand for heavy duty trucks. In addition to the replacement investment, the expansion of transportation capacity has boosted the truck demand.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

Vehicle production, Brazil, units	4-6/15	4-6/14	Change %	1-3/15	Change %	1-12/14
Heavy duty trucks	19,849	25,132	-21.0	16,260	+22.1	101,617
Medium duty trucks	7,255	7,454	-2.7	7,043	+3.0	35,892

Source: LMC Automotive Q2/2015

In Brazil the weak economic situation continues to have a strong negative impact on the demand for trucks.

Electronics Business

Global caution among companies towards industrial investment exerted a negative impact on the demand for electronics products. The demand for renewable-energy and energy saving products including smart grid solutions on the market decreased slightly compared to the second quarter of previous year. The market demand for telecommunications related products remained on the comparison period's level.

REVENUE AND FINANCIAL PERFORMANCE

April-June 2015

Revenue in April-June amounted to EUR 223.9 million (EUR 206.0 million), up 8.7% on the same period a year earlier. The changes in consolidation exchange rates increased the revenue by approximately +13%. The revenue in North America included some negative impact due to light vehicle program build-outs where a major individual program ended in December 2014 which was not compensated in local currency by increased revenue to truck customers. In Europe the revenue increased, while the revenue in Brazil decreased significantly due to poor market conditions. The revenue in the Electronics business segment decreased from seasonally very high numbers in the first quarter and was at the level of the same quarter a year earlier.

During the report period EUR -5.4 million (EUR -1.5 million) in non-recurring items were recognised. Non-recurring items consist of restructuring expenses in South America (EUR 5.0 million) related to the closure of Curitiba factory and expenses related to Group's strategic reorganisation (EUR 0.4 million). Non-cash non-recurring items were EUR -0.8 million (EUR 0.1 million). EBITDA before non-recurring items was EUR 15.7 million (EUR 12.9 million) and 7.0% (6.3%) of revenue. Operating profit before non-recurring items and PPA depreciation and amortisation related to acquisitions totalled EUR 10.4 million (EUR 8.1 million), accounting for 4.6% of revenue (3.9%). Operating profit totalled EUR 2.8 million (EUR 4.6 million), accounting for 1.2% of revenue (2.2%). Operating profit was improved by lower losses in Brazil and positive translation impact arising from exchange rates. In North America the increase of labour force within overheated job market resulted in suboptimal productivity and premium freight expenses. Favourable Mexican peso depreciation did not compensate additional labour and freight expenses. In Europe and South America the development program continues. In South America, the production capacity will be further adjusted by closing the Curitiba factory and by consolidating all production capacity in Brazil to Campo Alegre factory by the end of second quarter of 2016. Total depreciation and amortisation amounted to EUR 8.4 million (EUR 6.7 million), including EUR 0.8 million in non-recurring items (EUR -0.1 million). PPA depreciation and amortisation amounted to EUR 2.3 million (EUR 2.0 million).

Financial items were EUR -1.4 million (EUR -0.8 million). Financial items include foreign exchange differences totalling EUR -0.2 million (EUR 0.0 million). Profit before taxes was EUR 1.4 million (EUR 3.9 million). Income tax of the report period amounted to EUR 2.8 million (EUR 1.3 million). The effective tax rate continued to be impacted by PKC Group's high exposure to North America and losses in Brazil, on the other hand, whereby no deferred tax assets are no longer being recognized. Net profit for the report period totalled EUR -1.4 million (EUR 2.6 million). Earnings per share were EUR -0.06 (EUR 0.11).

Wiring Systems Business

Revenue generated by the Wiring Systems business in the report period amounted to EUR 209.2 million (EUR 191.3 million), or 9.4% more than in the comparison period. The changes in consolidation exchange

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

rates increased the revenue by approximately +14%. The revenue in North America included some negative impact due to light vehicle program build-outs where a major individual program ended in December 2014 which was not compensated in local currency by increased revenue to truck customers. In Europe the revenue increased, while the revenue in Brazil decreased significantly due to poor market conditions. The segment's share of the consolidated revenue was 93.5% (92.9%).

During the report period EUR -5.0 million (EUR -0.9 million) in non-recurring items were recognised. Non-recurring items consist of restructuring expenses in South America related to the closure of Curitiba factory. Non-cash non-recurring items were EUR -0.8 million (EUR 0.1 million). EBITDA before non-recurring items was EUR 16.5 million (EUR 13.5 million) and 7.9% (7.1%) of revenue. Operating profit before non-recurring items was EUR 9.4 million (EUR 7.0 million), equivalent to 4.5% of the segment's revenue (3.7%). Operating profit was EUR 4.4 million (EUR 6.2 million), equivalent to 2.1% of the segment's revenue (3.2%). Operating profit was improved by lower losses in Brazil and positive translation impact arising from exchange rates. In North America the increase of labour force within overheated job market resulted in suboptimal productivity and premium freight expenses. Favourable Mexican peso depreciation did not compensate additional labour and freight expenses. In Europe and South America the development program continues. In South America, the production capacity will be further adjusted by closing the Curitiba factory and by consolidating all production capacity in Brazil to Campo Alegre factory by the end of second quarter of 2016.

Electronics Business

Revenue generated by the Electronics business was at the same level as on the comparison period at EUR 14.7 million (EUR 14.7 million). The segment's share of the consolidated revenue was 6.5% (7.1%). During the report and comparison period no non-recurring items were recognised. EBITDA before non-recurring items was EUR 0.7 million (EUR 0.8 million) and 4.7% (5.2%) of revenue. Operating profit was EUR 0.2 million (EUR 0.4 million), equivalent to 1.7% of the segment's revenue (2.8%).

January-June 2015

Revenue in January-June amounted to EUR 450.4 million (EUR 410.0 million), up 9.8% on the same period a year earlier. The changes in consolidation exchange rates increased the revenue by approximately +12%. The revenue in North America included some negative impact due to light vehicle program build-outs where a major individual program ended in December 2014 which was not compensated in local currency by increased revenue to truck customers. In Europe the revenue increased, while the revenue in Brazil decreased significantly due to poor market conditions. The revenue in the Electronics business segment developed favourably during the reporting period.

During the report period EUR -5.9 million (EUR -4.2 million) in non-recurring items were recognised. Non-recurring items consist of restructuring expenses in South America (EUR 5.0 million) related to the closure of Curitiba factory and expenses related to Group's strategic reorganisation (EUR 0.9 million). Non-cash non-recurring items were EUR -0.8 million (EUR 0.1 million). EBITDA before non-recurring items was EUR 32.4 million (EUR 24.7 million) and 7.2% (6.0%) of revenue. Operating profit before non-recurring items and PPA depreciation and amortisation related to acquisitions totalled EUR 21.9 million (EUR 15.5 million), accounting for 4.9% of revenue (3.8%). Operating profit totalled EUR 11.3 million (EUR 7.2 million), accounting for 2.5% of revenue (1.8%). Operating profit was improved by lower losses in Brazil and by positive translation impact arising from exchange rates. In addition, improved profitability in the Electronics business improved consolidated operating profit. In North America the increase of labour force within overheated job market has resulted in suboptimal productivity and premium freight expenses, which were not compensated by favourable Mexican peso depreciation. In Europe and South America the development program continues. In South America, the production capacity will be further adjusted by closing the Curitiba factory and by consolidating all production capacity in Brazil to Campo Alegre factory by the end of second quarter of 2016. Total depreciation and amortisation amounted to EUR 16.0 million (EUR 13.2 million), including EUR 0.8 million in non-recurring items (EUR -0.1 million). PPA depreciation and amortisation amounted to EUR 4.7 million (EUR 4.1 million).

Financial items were EUR -2.1 million (EUR -2.0 million). Financial items include foreign exchange differences totalling EUR 0.1 million (EUR -0.1 million). Profit before taxes was EUR 9.2 million (EUR 5.2

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

million). Income tax of the report period amounted to EUR 6.2 million (EUR 1.7 million). The effective tax rate continued to be impacted by PKC Group's high exposure to North America and losses in Brazil, on the other hand, whereby no deferred tax assets are no longer being recognized. Net profit for the report period totalled EUR 3.0 million (EUR 3.5 million). Earnings per share were EUR 0.12 (EUR 0.15).

Wiring Systems Business

Revenue generated by the Wiring Systems business in the report period amounted to EUR 414.9 million (EUR 379.9 million), or 9.2% more than in the comparison period. The changes in consolidation exchange rates increased the revenue by approximately +13%. The revenue in North America included some negative impact due to light vehicle program build-outs where a major individual program ended in December 2014 which was not compensated in local currency by increased revenue to truck customers. In Europe the revenue increased, while the revenue in Brazil decreased significantly due to poor market conditions. The segment's share of the consolidated revenue was 92.1% (92.7%).

During the report period EUR -5.0 million (EUR -3.0 million) in non-recurring items were recognised. Non-recurring items consist of restructuring expenses in South America related to the closure of Curitiba factory. Non-cash non-recurring items were EUR -0.8 million (EUR 0.1 million). EBITDA before non-recurring items was EUR 31.8 million (EUR 25.2 million) and 7.7% (6.6%) of revenue. Operating profit before non-recurring items was EUR 17.6 million (EUR 12.6 million), equivalent to 4.2% of the segment's revenue (3.3%). Operating profit was EUR 12.5 million (EUR 9.6 million), equivalent to 3.0% of the segment's revenue (2.5%). Operating profit was improved by lower losses in Brazil and by positive translation impact arising from exchange rates. In North America the increase of labour force within overheated job market has resulted in suboptimal productivity and premium freight expenses, which were not compensated by favourable Mexican peso depreciation. In Europe and South America the development program continues. In South America, the production capacity will be further adjusted by closing the Curitiba factory and by consolidating all production capacity in Brazil to Campo Alegre factory by the end of second quarter of 2016.

Electronics Business

Revenue generated by the Electronics business increased by 17.8% to EUR 35.5 million (EUR 30.1 million). The segment's share of the consolidated revenue was 7.9% (7.3%). Especially the revenue of own products increased during the reporting period. During the report and comparison period no non-recurring items were recognised. EBITDA before non-recurring items was EUR 3.5 million (EUR 2.0 million) and 9.9% (6.6%) of revenue. Operating profit was EUR 2.7 million (EUR 1.3 million), equivalent to 7.5% of the segment's revenue (4.3%). Profitability was improved due to higher share of own products in the revenue during the reporting period.

FINANCIAL POSITION AND CASH FLOW

Consolidated total assets on 30 June 2015 amounted to EUR 468.5 million (EUR 445.5 million). At the close of the report period, interest-bearing liabilities totalled EUR 125.7 million (EUR 101.2 million), which consisted of non-current interest-bearing debt of EUR 101.2 million and current interest-bearing debt of EUR 24.5 million. Current interest-bearing liabilities consisted of the issuance of commercial papers. PKC Group has a domestic commercial paper program whereby PKC Group regularly issues short term notes. In addition, the group has a committed, un-utilized credit facility of EUR 90.0 million. PKC Group selectively utilizes also non-recourse factoring arrangements with some customers. At the close of the report period the outstanding amount was EUR 33.9 million (EUR 19.9 million).

The effective average interest rate of the interest-bearing debt including the expenses of the unutilized credit facility was at the close of the report period 3.1% (4.0%). The Group's equity ratio was 32.6% (41.9%) which was negatively impacted by large non-recurring items and additional taxes during second half of 2014. Net interest-bearing liabilities totalled EUR 32.2 million (EUR 26.2 million) and gearing was 21.1% (14.0%).

PKC Group uses derivatives to hedge risks arising from changes in some key foreign exchange rates, interest rates and copper price. At the end of the report period nominal value of copper derivatives (forward contracts) was EUR 3.4 million (EUR 4.4 million). The Group utilizes euro-denominated interest rate swaps

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

to maintain the targeted level for interest rate fixing term. Based on the currently outstanding interest rate swap the Group receives fixed rate interest until September 2018 and pays floating interest based on Euribor six months rate. The nominal value of the interest rate swap was EUR 50.0 million (EUR 75.0 million) at the close of the report period. At the end of the report period the nominal amount of currency forwards was EUR 93.3 million (EUR 30.2 million).

Inventories amounted to EUR 94.1 million (EUR 82.2 million). Current receivables totalled EUR 123.7 million (EUR 125.5 million). Net cash from operating activities was EUR -25.2 million (EUR 0.1 million) and cash flow after investments during the report period was EUR -30.2 million (EUR -11.0 million). The core net working capital (inventories, trade receivables and trade payables) decreased from the end of previous quarter by EUR 7.0 million. Total net working capital at the end of June 2015 was EUR 59.8 million (EUR 78.2 million) representing a decrease of EUR 2.5 million during the quarter, while in the comparison quarter the decrease was EUR 3.3 million. Total net working capital includes the recording of additional EUR 8.3 million tax liability in the third quarter 2014 and some liabilities related to non-recurring items in Europe, South America and North America which were recorded in 2014 and 2015 and are to be paid during 2015 and 2016. Cash and cash equivalents amounted to EUR 93.5 million (EUR 75.0 million).

CAPITAL EXPENDITURE

During the report period, the Group's gross capital expenditure totalled EUR 5.4 million (EUR 11.5 million), representing 1.2% of revenue (2.8%). Gross capital expenditure is geographically divided as follows: North America 54.8% (33.7%), Europe 38.8% (44.2%), APAC 3.4% (11.7%) and South America 3.0% (10.4%). The capital expenditure consisted of regular maintenance investments into production machinery and equipment during the report period.

PKC estimates that in the medium term, the Group's replacement investment level is close to its annual depreciation and amortisation level excluding PPA related depreciation and amortization, and impairment losses. The Group's depreciation, amortisation and impairment losses amounted to EUR 16.0 million (EUR 13.2 million) in the report period. Excluding PPA related depreciation and amortisation, and impairment losses it amounted to EUR 10.5 million (EUR 9.3 million).

RESEARCH & DEVELOPMENT

Research and development costs totalled EUR 4.7 million (EUR 4.1 million), representing 1.0% (1.0%) of the consolidated revenue. At the end of report period 146 (154) people worked in product development, excluding production development and process development personnel.

In its product strategy, product development in PKC's Wiring Systems business takes into consideration the long- and short-term product development needs of PKC's customers and the latest development trends in the automotive industry.

PKC's main products are individually tailored electrical distribution systems, in addition to which PKC's product development is a pioneer in the application of new solutions for the needs of its customers. A growing part of PKC's global product range is vehicle electronics, through which PKC can offer its customers more thoroughly optimised electrical distribution systems.

Through active technological development, improvement is constantly being sought in product quality and performance: alternative materials are researched and utilised, and new innovative solutions are developed for the vehicle electrical distribution systems architecture. Improvements are being implemented cost-effectively with the aim of minimising the overall costs of the customer's product.

The strong areas of expertise of PKC's Electronics business product development are test and power management solutions.

PERSONNEL

During the report period, the Group had an average payroll of 19,766 employees (19,026). At the end of the

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

report period, the Group's personnel totalled 19,710 employees (19,513), of whom 19,410 (19,210) worked abroad and 300 (303) in Finland. In addition the Group had at the end of the report period 736 (441) temporary employees. 97.1% of the personnel were employed by the wiring systems business segment and 2.8% by the electronics business segment. Geographically personnel was divided at the end of the report period as follows: North America 61.6%, Europe 28.3%, South America 8.0% and Asia 2.0%. Total amount of report period's employee benefit expenses was EUR 117.2 million (EUR 104.4 million) including EUR 3.7 million (EUR 2.7 million) classified as non-recurring expenses.

Majority of PKC's manufacturing is labour intensive and the Group's competitiveness is based on its skilled personnel. In order to maintain a skilled and engaged workforce, PKC focuses on developing its employees' competences. PKC takes a systematic approach to labour protection and frequently follows e.g. injury and occupational disease rates and absentee rates which are reported also in PKC Group's corporate responsibility report.

QUALITY AND THE ENVIRONMENT

During the period wiring harness factory in Panevezys (Lithuania) has been certified according to ISO9001 quality standard and ISO14001 environmental standard. Activities to certify the plant according to ISO/TS16949 are on-going. Letter of Conformance according to ISO/TS16949 has been issued to wiring harness factory in Smederevo (Serbia) and certification is planned later in the year. Electronics factory in Suzhou (China) is proceeding with activities to certify the plant according to ISO13485 quality standard for medical equipment manufacturing during 2015.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

Certifications at the end of the report period can be found by segment and manufacturing location in the table below.

	ISO9001 (Quality)	ISO/TS 16949 (Quality)	ISO14001 (Environmental)	OHSAS 18001 (Occupational health & safety)	ISO13485 1) (Medical equipment manufacturing)
Wiring Systems					
Acuna, Mexico	2)	X	X	X	
Juarez, Mexico	2)	X	X	X	
Piedras Negras, Mexico	2)	X	X	X	
Torreon , Mexico	2)	X	X	X	
Traverse City, USA	X				
Barchfeld, Germany	X	X	X		
Keila, Estonia	X	X	X	X	
Kostomuksha, Russia	X	X	X		
Panevezys, Lithuania	X	Target Q1/2016	X		
Smederevo, Serbia	X	Letter of Conformance	X		
Starachowice, Poland	X	X	X		
Campo Alegre, Brasil	X	X	X		
Curitiba, Brasil	X	X	3)		
Suzhou, China	X	X	X		
Electronics					
Raahe, Finland	X		X	X	X
Suzhou, China	X		X	X	Target Q1/2016

1) ISO13485 applicable for electronics manufacturing only

2) Plants working according to ISO9001 requirements but separate certificates not requested

3) Certification process on-going

PKC wants to take responsibility for the well-being of the environment by developing energy-saving solutions and by designing products where emissions and material usage are minimised. The environmental impact of manufacturing will be reduced by optimizing deliveries, improving energy efficiency of production facilities and the efficient management of materials.

MANAGEMENT

The Annual General Meeting held on 1 April 2015, re-elected Reinhard Buhl, Wolfgang Diez, Shemaya Levy, Mingming Liu, Robert Remenar, Matti Ruotsala and Jyrki Tähtinen as Board members. In the Board's organisation meeting, Matti Ruotsala was elected as Chairman of the Board and Robert Remenar as Vice-Chairman.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

Shemaya Levy was elected as the chairman of the Audit Committee and Wolfgang Diez, Mingming Liu and Jyrki Tähtinen as members. The Board elected Matti Ruotsala as chairman of the Nomination and Remuneration Committee and Reinhard Buhl and Robert Remenar as members.

KPMG Oy Ab, which has announced Virpi Halonen, APA, to be the Auditor with principal responsibility, was selected as auditor.

At the end of the report period the Group's Executive Board consisted of the following persons Matti Hyytiäinen, Chairman (President & CEO), Jyrki Keronen (Senior Vice President, Business Development & APAC), Jani Kiljala (President, Wiring Systems, Europe and South America), Sanna Raatikainen (General Counsel), Jarmo Rajala (President, Electronics), Frank Sovis (President, Wiring Systems, North America) and Juha Torniainen (CFO).

DIVIDEND FOR 2014

The Annual General Meeting held on 1 April 2015 resolved to pay a dividend of EUR 0.70 per share: i.e. a total of about EUR 16.8 million. The dividend was paid out on 14 April 2015.

SHARE TURNOVER AND SHAREHOLDERS

Trading of shares on Nasdaq Helsinki	1-6/15	1-6/14
Turnover in shares	5,868,509	6,356,538
Share turnover, EUR million	117.0	144.4
Turnover in shares per average number of shares, %	24.5	26.6

PKC's shares are also traded on alternative exchanges (such as Chi-X, BATS and Turquoise). The total trading volume on these particular alternative exchanges was 585,954 shares (612,778 shares) during the report period.

Shares and market value on Nasdaq Helsinki	1-6/15	1-6/14
Number of shares at the close of the report period	24,041,887	23,970,004
Lowest share price during the report period, EUR	16.62	20.63
Highest share price during the report period, EUR	23.37	26.33
Share price at close of the report period, EUR	19.83	20.92
Average share price of the report period, EUR	20.05	22.69
Market capitalisation at the close of the report period, EUR million	476.8	501.5

The shares held by Executive Board members, Board members, their closely associated persons and corporations in which they have a controlling interest accounted for 0.3% (0.1%) of the total number of shares at the end of the report period. PKC Group Plc had a total of 8,425 shareholders (8,466) at the end of report period. The shares held by foreigners and through nominee registrations at the close of the report period totalled 36.7% of the share capital (36.8%).

Flaggings

On 12 January 2015 the share of votes and share capital in PKC Group Plc held by Nordea Funds Oy (1737785-9) fell below the limit of 5%. Following the transaction Nordea Funds Oy owned 1,183,325 PKC Group Plc shares and votes, i.e. 4.94% of the share capital and votes.

On 19 February 2015 the share of votes and share capital in PKC Group Plc held by Nordea Funds Oy (1737785-9) exceeded the limit of 5%. Following the transaction Nordea Funds Oy owned 1,201,128 PKC Group Plc shares and votes, i.e. 5.01% of the share capital and votes.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

On 17 June 2015 the share of votes and share capital in PKC Group Plc held by Nordea Funds Oy (1737785-9) fell below the limit of 5%. Following the transaction Nordea Funds Oy owned 1,168,031 PKC Group Plc shares and votes, i.e. 4.86% of the share capital and votes.

NUMBER OF SHARES

PKC Group Plc's number of shares has changed during the report period as follows:

Registrations of new shares corresponding to subscriptions	2009B options	2009C options	2012A(i) options	2012A(ii) options	Number of shares after subscriptions
29.1.2015	5,000	-	-	-	23,975,504
25.3.2015	6,660	1,000	-	-	23,983,164
15.5.2015	25,723	19,000	7,500	6,500	24,041,887

THE BOARD'S AUTHORISATIONS

The Board of Directors was granted authorisation by the Annual General Meeting on 3 April 2014 to decide on one or more share issues and granting of special rights defined in Chapter 10, Section 1 of the Companies Act and all the terms and conditions thereof. A maximum total of 4,750,000 shares may be issued or subscribed for on the basis of authorisation. The authorisation includes the right to decide on directed share issues. The authorisation is in force for five years from the date of the General Meeting's decision. At Board of Directors' discretion the authorisation may be used e.g. in financing possible corporate acquisitions, inter-company co-operation or similar arrangement, or strengthening Company's financial or capital structure. The authorisation revoked the authorisation granted on 30 March 2011.

The Board of Directors was granted authorisation by the Annual General Meeting on 1 April 2015 to resolve to repurchase a maximum of 530,000 shares in the Company by using funds in the unrestricted shareholders' equity. The number of shares corresponds 2.2 per cent of all shares of the Company. The price paid for the shares repurchased shall be based on the market price of the Company´s shares in public trading. The minimum price to be paid would be the lowest market price of the share quoted in public trading during the authorization period and the maximum price the highest market price quoted during the authorization period. Own shares can be repurchased otherwise than in proportion to the shareholdings of the shareholders (directed repurchase). The authorization is used for purposes determined by the Board of Directors, among other things, for the Company's incentive plans. The authorization is effective until next Annual General Meeting of Shareholders, however, at most until 30 September 2016.

The company does not have any own shares (treasury shares) in its possession.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

STOCK OPTION SCHEMES

2009 options

	2009A	2009B	2009C
Subscription period	ended 30.4.2014	ended 30.4.2015	1.4.2014-30.4.2016
Current subscription price, EUR	-	-	15.88
Total amount of options	200,000	200,000	200,000
Held by PKC or non-allocated	-	-	57,500
Exercised	195,500	167,215	30,000
Expired	4,500	32,785	-
Outstanding	-	-	112,500
Invested non-restricted equity fund can increase by, EUR	-	-	1,786,500

The key personnel stock option scheme initiated in 2009 comprises a total of 600,000 options divided into A, B and C warrants. The stock options entitle their owners to subscribe for a maximum total of 600,000 new shares in the company or existing shares held by the company. After the beginning of the subscription period options will no longer be distributed to key personnel. The subscription price for shares through the exercise of the 2009 stock options is the volume-weighted average price of the PKC Group Plc share on Nasdaq Helsinki for April 2009, 2010 and 2011 +20% with dividend adjustments. Options which subscription period has begun and are held by PKC cannot be exercised.

2012 options

	2012A(i)	2012A(ii)	2012B(i)	2012B(ii)	2012C(i)	2012C(ii)
Subscription period	1.4.2015-30.4.2017	1.4.2015-30.4.2017	1.4.2016-30.4.2018	1.4.2016-30.4.2018	1.4.2017-30.4.2019	1.4.2017-30.4.2019
Current subscription price, EUR	15.31	15.31	16.65	16.65	23.28	23.28
Total amount of options	170,000	170,000	170,000	170,000	170,000	170,000
Held by PKC or non-allocated	137,500	137,500	10,000	10,000	31,500	31,500
Exercised	7,500	6,500				
Outstanding	25,000	26,000	160,000	160,000	138,500	138,500
Invested non-restricted equity fund can increase by, EUR	382,750	398,060	2,830,500	2,830,500	3,957,600	3,957,600

The key personnel stock option scheme initiated in 2012 comprises a total of 1,020,000 options. The stock options are marked with the symbol 2012A(i) and 2012A(ii); 2012B(i) and 2012B(ii); as well as 2012C(i) and 2012C(ii). A total of 170,000 stock options are included in each stock option class. The stock options entitle their owners to subscribe for a maximum total of 1,020,000 new shares in the company or existing shares held by the company. The subscription price for shares through the exercise of the 2012 stock options is the volume-weighted average price of the PKC Group Plc share on Nasdaq Helsinki during first quarter in 2012, 2013 and 2014. Options which subscription period has begun and are held by PKC cannot be exercised.

The share subscription period for stock options 2012A(ii), 2012B(ii) and 2012C(ii) shall, however, not commence, unless certain operational or financial targets of the Group established for the exercise of stock options and determined by the Board of Directors have been attained. The Board of Directors shall annually decide on targets separately for each stock option class in connection with the distribution of stock options. Those stock options, for which the targets determined by the Board of Directors have not been attained, shall expire in the manner decided by the Board of Directors. Currently 2012A(ii) options have been released and are allocated to the key personnel. 2012B(ii) and 2012C(ii) options have been initially allocated to the key

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

personnel.

SHARE-BASED INCENTIVE PLANS

On 11 February 2015 PKC Group announced three new share-based incentive plans for the Group key personnel approved by the Board of Directors.

Performance Share Plan 2015

The performance period of the Performance Share Plan 2015 is calendar years 2015-2017, during which the plan is directed to approximately 40 participants, including the members of the Executive Board. The rewards to be paid on the basis of the performance period 2015-2017 correspond to the value of an approximate maximum total of 310,000 PKC Group Plc shares (including also the cash proportion). Attainment of the required performance level will determine the proportion out of the maximum reward that will be paid to a participant on the basis of the Performance Share Plan 2015.

Matching Share Plan 2015

The vesting period of Matching Share Plan 2015 is calendar years 2015-2017, during which the plan is directed to approximately 20 participants, including the members of the Executive Board. The Board of Directors may resolve to include new participants in this plan during 2015-2017, and on the duration of the related vesting periods (12-36 months). The rewards allocated in 2015-2017 on the basis of the Matching Share Plan 2015 correspond to the value of an approximate maximum total of 100,000 PKC Group Plc shares (including also the cash proportion).

The prerequisite for receiving reward on the basis of the Matching Share Plan 2015 is that a person participating in the Plan acquires the Company´ shares up to the number determined by the Board of Directors. Furthermore, receiving of reward is tied to the continuation of participant´s employment or service upon reward payment. The participant may as a gross reward, receive one (1) matching share for each acquired share.

Restricted Share Plan 2015

The vesting period of the Restricted Share Plan 2015 is calendar years 2015-2017, during which the plan is directed to approximately 20 selected key persons. The Board of Directors may resolve to include new key persons in this plan during 2015-2017, and on the duration of the related vesting periods (12-36 months). The rewards allocated in 2015-2017 on the basis of the Restricted Share Plan 2015 correspond to the value of an approximate maximum total of 120,000 PKC Group Plc shares (including also the cash proportion).

In total, the Performance Share Plan 2015, Matching Share Plan 2015 and Restricted Share Plan 2015 correspond to the value of an approximate maximum total of 530,000 PKC Group Plc shares (including also the cash proportion).

CORPORATE RESPONSIBILITY

Corporate responsibility is a key element in PKC’s operations. PKC operates with ethical business practice, takes responsibility for the operating environment and strives to minimize any harm caused to the environment, and respects and promotes human rights and fair workplace practices, equal opportunities, and zero-tolerance policy on bribery and corruption. PKC Group’s Board of Directors has ratified the Code of Conduct covering the whole group. The Code of Conduct sets principles for ethical business practice and is based on the highest ethical standards. Compliance with legislation, regulations and international norms is a fundamental requirement, from which it is not possible to deviate in any circumstances.

PKC’s Corporate Responsibility report for 2014 was published on 10 March 2015.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

STRATEGY 2018

Strategic objectives have been announced in the capital market day held 3 April 2013.

PKC is a global partner, designing, manufacturing and integrating electrical distribution systems for the commercial vehicle and rolling stock industry and other selected segments. PKC is seeking growth within its current Commercial Vehicle markets and customers as well as in the growing markets of Asia. In addition, PKC is studying growth opportunities in expanding its business further within Transportation Industry. This is a segment where PKC can further utilize its unique knowhow as a global supplier of electrical distribution systems.

The long-term financial targets of PKC Group Plc is to reach EUR 1.4 billion revenue by 2018 and at least 10% EBITDA, while maintaining gearing below 75%. The targeted dividend payout is 30 - 60% of the cash flow after investments.

Key strategic highlights of 2015

PKC Group announced on 1 July 2015 that it had closed the deal to buy the rolling stock electrical distribution system business (Wiring & Controls business) of Groclin S.A. Group.

PKC Group adjusts production capacity in South America by closing Curitiba, Brazil factory and consolidating all its production capacity in Brazil to Campo Alegre factory, which was announced on 24 June 2015.

PKC Group expands its business in China and establishes a joint venture with a Chinese commercial vehicle EDS supplier based on signed frame agreement with Jiangsu Huakai Wire Harness Co. Ltd. (Huakai), which was announced on 30 March 2015.

PKC Group won new business contracts in the amount of about EUR 30 million from two major global vehicle manufacturers, which was announced on 25 March 2015.

SHORT-TERM RISKS AND UNCERTAINTIES

The demand for PKC´s products is dependent especially on the volatility of the global commercial vehicle industry as well as the development of PKC's customers' businesses.

Uncertainty related to emerging markets' economic development has increased to a high level. Especially in Brazil higher inflation as well as economic and political uncertainty has continued. The growth of the European economy has not accelerated significantly and the inflation has continued on a low level.

Consolidation of the customer base and changes in customers' relative market shares and sourcing strategies may affect demand of PKC's products.

Weakening of the US dollar against the Mexican peso as well as the weakening of the euro against the Polish zloty and the Russian rouble may increase PKC's processing costs. Strengthening of the euro against the Brazilian real may increase PKC's material costs. A significant increase in copper price may weaken PKC Group's profit in short term. The customer prices are updated on average with a 3-5 month delay on the basis of copper price changes.

The objective of PKC Group's risk management is to identify risks relevant to business operations, and to determine the measures, responsibilities and schedules required for efficient risk management. The comprehensive risk management process is implemented across the whole PKC Group with the aim of establishing uniform procedures for the analysis and measurement of risks, taking into consideration the geographical differences between units. PKC's risks are classified into strategic, operational and financial risks. More information about PKC's risks is presented in the annual report and Corporate Governance Guidelines.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

MARKET OUTLOOK

Wiring Systems Business

In 2015 the production of heavy-duty and medium-duty trucks in Europe is expected to grow by about 5% compared to previous year's level.

In 2015 the production of heavy-duty and medium-duty trucks in North America is expected to increase by about 7%, and production of light vehicles to increase by about 5% compared to 2014.

In 2015 the production of heavy-duty and medium-duty trucks in Brazil is expected to be clearly lower than previous year. The economic and political uncertainty in Brazil bear a significant risk for Brazilian truck sales to further drop in 2015.

Electronics Business

The market demand for Electronics segment's products is expected to remain on the current level at the most.

PKC GROUP'S OUTLOOK FOR 2015

PKC Group estimates that with prevailing exchange rates 2015 revenue will be higher than previous year level, and that comparable EBITDA will be higher than in 2014. In 2014, PKC's revenue was EUR 829.5 million and comparable EBITDA before non-recurring items was EUR 48.6 million. Revenue and EBITDA estimates are based on current business structure.

PKC Group has reclassified certain financial items and operating expenses as of the beginning of 2015. The changes are minor and comparison periods have been adjusted accordingly.

FINANCIAL REPORTS IN 2015

In 2015, the Interim Reports will be published as follows:

- Interim Report 1-9/2015 Thursday, October 29, 2015 at about 8.15 a.m.

The text section of this release focuses on the interim report. Comparisons have been made to the figures of the corresponding period in 2014, unless otherwise mentioned. The figures presented in the tables are independently rounded figures.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

TABLES

This interim report has been prepared in accordance with IAS 34 (Interim Financial Reporting) standard. The interim report has been prepared in accordance with the same principles as the annual financial statements for 2014.
The year 2015 IFRS standard changes have no significant effect on the interim report.
PKC Group has reclassified certain financial items and operating expenses as of the beginning of 2015. Comparison periods have been adjusted accordingly. The changes to revenue and operating profit (loss) are minor and have no impact on the net profit (loss) for the period or shareholders' equity. The changes are presented in detail in interim report Q1/2015, pages 25-28.
The interim report is unaudited.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (EUR 1,000)	**4-6/15 3 mon.**	**4-6/14 3 mon.**	**1-6/15 6 mon.**	**1-6/14 6 mon.**	**1-12/14 12 mon.**
Revenue	**223,886**	**205,966**	**450,380**	**410,023**	**829,516**
Production for own use	2	29	2	120	53
Other operating income	1,366	1,349	2,194	1,486	4,311
Increase (+) / decrease (-) in stocks of finished goods and work in progress	3,125	-405	6,050	-1,396	1,211
Materials and services	-135,834	-123,559	-272,208	-247,116	-505,270
Employee benefit expenses	-59,758	-52,375	-117,177	-104,356	-221,893
Depreciation, amortisation and impairment	-8,383	-6,728	-15,966	-13,208	-33,476
Other operating expenses	-21,647	-19,647	-41,951	-38,333	-81,430
Operating profit (loss)	**2,757**	**4,631**	**11,324**	**7,221**	**-6,978**
Items affecting comparability	-5,361	-1,465	-5,943	-4,200	-28,362
Comparable operating profit	**8,118**	**6,095**	**17,268**	**11,421**	**21,384**
Interest and other financial income and expenses	-1,113	-789	-2,203	-1,858	-4,085
Foreign currency exchange differences	-247	29	60	-138	535
Profit (loss) before taxes	**1,397**	**3,871**	**9,182**	**5,225**	**-10,528**
Income taxes	-2,785	-1,277	-6,210	-1,724	-18,523
Net profit (loss) for the report period	**-1,388**	**2,593**	**2,972**	**3,501**	**-29,051**
Other comprehensive income					
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences - foreign operations	-6,177	2,984	9,226	4,496	8,452
Cash flow hedges	-64	0	-1,870	0	-1,443
Taxes related to cash flow hedges	24	0	686	0	529
Total comprehensive income for the period	**-7,605**	**5,578**	**11,015**	**7,997**	**-21,514**
Attributable to equity holders of the parent company					
Basic earnings per share (EPS), EUR	-0.06	0.11	0.12	0.15	-1.21
Diluted earnings per share (EPS), EUR	-0.06	0.11	0.12	0.15	-1.21

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (EUR 1,000)	6/15	6/14	12/14
ASSETS			
Non-current assets			
Goodwill	31,655	30,201	30,348
Intangible assets	35,958	33,270	36,035
Property, plant and equipment	65,390	76,261	68,539
Available-for-sale financial assets	720	56	720
Other receivables	6,725	6,137	6,541
Deferred tax assets	16,699	16,902	17,300
Total non-current assets	**157,147**	**162,826**	**159,483**
Current assets			
Inventories	94,143	82,202	79,390
Receivables			
Trade receivables	99,643	102,775	89,033
Other receivables	23,656	22,764	18,052
Current tax assets	407	11	3
Total receivables	123,706	125,549	107,088
Cash and cash equivalents	93,515	74,970	110,321
Total current assets	**311,364**	**282,721**	**296,799**
Total assets	**468,511**	**445,548**	**456,282**
EQUITY AND LIABILITIES			
Equity			
Share capital	6,218	6,218	6,218
Share premium account	11,282	11,282	11,282
Invested non-restricted equity fund	81,963	81,162	81,256
Share-based payments	6,268	4,444	5,369
Other reserves	-1,932	0	-914
Translation difference	5,553	-7,542	-3,673
Retained earnings	40,408	87,598	87,598
Net profit (loss) for the report period	2,972	3,501	-29,051
Total equity	**152,732**	**186,662**	**158,085**
Liabilities			
Non-current liabilities			
Interest-bearing financial liabilities	101,183	101,171	101,446
Provisions	1,522	1,488	1,619
Other liabilities	7,762	8,637	9,260
Deferred tax liabilities	22,729	18,071	25,593
Total non-current liabilities	**133,197**	**129,367**	**137,918**
Current liabilities			
Interest-bearing financial liabilities	24,500	0	0
Trade payables	97,295	86,296	98,251
Other non-interest-bearing liabilities	59,979	43,222	62,013
Current tax liabilities	809	0	15
Total current liabilities	**182,583**	**129,519**	**160,279**
Total liabilities	**315,779**	**258,886**	**298,197**
Total equity and liabilities	**468,511**	**445,548**	**456,282**

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

CONSOLIDATED STATEMENT OF CASH FLOWS (EUR 1,000)	4-6/15 3 mon.	4-6/14 3 mon.	1-6/15 6 mon.	1-6/14 6 mon.	1-12/14 12 mon.
Cash flows from operating activities					
Cash receipts from customers	241,292	209,998	444,068	401,147	836,731
Cash receipts from other operating income	1,277	101	231	188	3,647
Cash paid to suppliers and employees	-230,116	-189,572	-450,027	-393,784	-794,399
Cash flows from operations before financial income and expenses and taxes	**12,453**	**20,527**	**-5,729**	**7,550**	**45,979**
Interest paid and other financial expenses	403	95	-3,363	-1,132	-8,227
Effects of exchange rate changes	1,052	-988	-4,646	657	7,909
Interest received	63	24	2,112	40	3,846
Income taxes paid	-9,477	-6,718	-13,542	-6,991	-8,468
Net cash from operating activities (A)	**4,493**	**12,939**	**-25,167**	**124**	**41,038**
Cash flows from investing activities					
Acquisition of property, plant and equipment and intangible assets	-3,020	-4,957	-5,345	-10,518	-19,772
Proceeds from sale of property, plant and equipment and intangible assets	74	17	168	38	42
Acquisitions of available-for-sale assets	0	-610	0	-610	-610
Dividends received from investments	4	1	99	1	1
Net cash used in investment activities (B)	**-2,943**	**-5,549**	**-5,078**	**-11,089**	**-20,339**
Cash flows after investments	**1,550**	**7,390**	**-30,245**	**-10,965**	**20,699**
Cash flows from financing activities					
Share issue and subscriptions of options	774	309	915	414	422
Proceeds from current borrowings	9,500	0	24,500	0	0
Proceeds from non-current borrowings	0	-23	0	0	0
Repayment of current/non-current borrowings	0	-30	0	-678	-660
Dividends paid	-16,788	-16,760	-16,788	-16,760	-16,760
Net cash used in financing activities (C)	**-6,515**	**-16,504**	**8,627**	**-17,025**	**-16,998**
Net increase (+) or decrease (-) in cash and equivalents (A+B+C)	**-4,964**	**-9,114**	**-21,619**	**-27,990**	**3,701**
Cash and cash equivalents in the beginning of the period	100,919	83,578	110,321	102,665	102,665
Effect of exchange rate changes	-2,439	506	4,808	295	3,956
Cash and cash equivalents in the end of the period	93,515	74,970	93,515	74,970	110,321

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

KEY FINANCIAL INDICATORS	1-6/15 6 mon.	1-6/14 6 mon.	1-12/14 12 mon.
Revenue, EUR 1,000	450,380	410,023	829,516
Operating profit (loss), EUR 1,000	11,324	7,221	-6,978
% of revenue	2.5	1.8	-0.8
Profit (loss) before taxes, EUR 1,000	9,182	5,225	-10,528
% of revenue	2.0	1.3	-1.3
Net profit (loss) for the period, EUR 1,000	2,972	3,501	-29,051
% of revenue	0.7	0.9	-3.5
Return on equity (ROE), %	3.8	3.7	-16.5
Return on investments (ROI), %	13.8	8.3	2.0
Return on capital employed (ROCE), %	12.8	7.8	7.7
Net working capital, EUR 1,000	59,767	78,233	26,199
Net liabilities, EUR 1,000	32,168	26,201	-8,875
Gearing, %	21.1	14.0	-5.6
Equity ratio, %	32.6	41.9	34.7
Current ratio	1.7	2.2	1.9
Gross capital expenditure, EUR 1,000	5,405	11,518	19,908
% of revenue	1.2	2.8	2.4
R&D expenditures, EUR 1,000	4,715	4,089	8,164
% of revenue	1.0	1.0	1.0
Personnel average	19,766	19,026	19,640

PER-SHARE KEY INDICATORS	1-6/15 6 mon.	1-6/14 6 mon.	1-12/14 12 mon.
Earnings per share (EPS), EUR	0.12	0.15	-1.21
Earnings per share (EPS),diluted, EUR	0.12	0.15	-1.21
Equity per share, EUR	6.35	7.79	6.59
Cash flow per share, EUR	-1.26	-0.45	0.86
Share price at close of period, EUR	19.83	20.92	17.58
Lowest share price, EUR	16.62	20.63	13.13
Highest share price, EUR	23.37	26.33	26.33
Average share price, EUR	20.05	22.69	19.69
Turnover in shares, 1,000 shares	5,869	6,357	12,101
Turnover in shares per (share issue adjusted) share capital, %	24.5	26.6	50.5
Average number of shares, 1,000 shares	23,994	23,935	23,953
Average number of shares, diluted, 1,000 shares	24,036	24,119	24,098
Shares at end of period, 1,000 shares	24,042	23,970	23,971
Market capitalisation, EUR 1,000	476,751	501,452	421,401

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

1. OPERATING SEGMENTS

Segment assets and liabilities include only those assets and liabilities that can be directly allocated to the respective segments. Group's unallocated expenses and income, and eliminations between segments are included in unallocated items of comprehensive income. Unallocated assets include mainly items related to Group management and also taxes and loan receivables. Unallocated liabilities include current and non-current loans and tax liabilities.

1.4.-30.6.2015 (EUR 1,000)	**Wiring Systems**	**Electronics**	**Total reportable segments**	**Unallocated amounts and eliminations**	**Total Group**
Segment revenue	209,346	14,726	224,072	50	224,121
of which inter-segment revenue	118	68	186	50	236
External revenue	**209,228**	**14,657**	**223,886**	**0**	**223,886**
EBITDA	**16,508**	**685**	**17,193**	**-1,484**	**15,708**
% of revenue	**7.9**	**4.7**			**7.0**
Depreciation, amortisation and impairments *)	-4,855	-436	-5,291	-16	-5,307
EBITA	**11,652**	**249**	**11,901**	**-1,501**	**10,401**
% of revenue	**5.6**	**1.7**			**4.6**
PPA depreciation and amortisation	-2,283	0	-2,283	0	-2,283
Operating profit before non-recurring items	**9,369**	**249**	**9,618**	**-1,501**	**8,118**
% of revenue	**4.5**	**1.7**			**3.6**
Non-recurring employee benefit expenses	-2,849	0	-2,849	0	-2,849
Impairment of PPE and intangible assets	-793	0	-793	0	-793
Other non-recurring income and expenses	-1,366	0	-1,366	-353	-1,719
Total non-recurring items	**-5,008**	**0**	**-5,008**	**-353**	**-5,361**
Operating profit)	**4,362**	**249**	**4,611**	**-1,854**	**2,757**
% of revenue	**2.1**	**1.7**			**1.2**
Financial income and expenses	0	0	0	-1,360	-1,360
Profit before taxes	**4,362**	**249**	**4,611**	**-3,214**	**1,397**
Income taxes	0	0	0	-2,785	-2,785
Net profit (loss) for the period	**4,362**	**249**	**4,611**	**-5,998**	**-1,388**
Goodwill	30,446	1,209	31,655	0	31,655
Other segment assets	375,763	42,633	418,396	18,460	436,856
Total assets	**406,209**	**43,842**	**450,051**	**18,460**	**468,511**
Segment liabilities	307,252	27,990	335,242	-19,463	315,779
Total liabilities	**307,252**	**27,990**	**335,242**	**-19,463**	**315,779**

*) excluding PPA depreciation and amortisation and non-recurring asset impairment

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

1.4.-30.6.2014 (EUR 1,000)	Wiring Systems	Electronics	Total reportable segments	Unallocated amounts and eliminations	Total Group
Segment revenue	191,459	14,734	206,193	193	206,385
of which inter-segment revenue	175	52	227	193	420
External revenue	**191,284**	**14,682**	**205,966**	**0**	**205,966**
EBITDA	**13,504**	**761**	**14,264**	**-1,339**	**12,926**
% of revenue	**7.1**	**5.2**			**6.3**
Depreciation, amortisation and impairments *)	-4,437	-354	-4,791	-16	-4,807
EBITA	**9,066**	**407**	**9,473**	**-1,355**	**8,119**
% of revenue	**4.7**	**2.8**			**3.9**
PPA depreciation and amortisation	-2,023	0	-2,023	0	-2,023
Operating profit before non-recurring items	**7,043**	**407**	**7,450**	**-1,355**	**6,095**
% of revenue	**3.7**	**2.8**			**3.0**
Non-recurring employee benefit expenses	-667	0	-667	0	-667
Impairment of PPE and intangible assets	103	0	103	0	103
Other non-recurring income and expenses	-318	0	-318	-583	-900
Total non-recurring items	**-882**	**0**	**-882**	**-583**	**-1,465**
Operating profit	**6,161**	**407**	**6,568**	**-1,937**	**4,631**
% of revenue	**3.2**	**2.8**			**2.2**
Financial income and expenses	0	0	0	-760	-760
Profit before taxes	**6,161**	**407**	**6,568**	**-2,697**	**3,871**
Income taxes	0	0	0	-1,277	-1,277
Net profit for the period	**6,161**	**407**	**6,568**	**-3,974**	**2,593**
Goodwill	28,992	1,209	30,201	0	30,201
Other segment assets	411,189	36,797	447,986	-32,639	415,347
Total assets	**440,181**	**38,006**	**478,187**	**-32,639**	**445,548**
Segment liabilities	335,871	26,422	362,294	-103,408	258,886
Total liabilities	**335,871**	**26,422**	**362,294**	**-103,408**	**258,886**

*) excluding PPA depreciation and amortisation and non-recurring asset impairment

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

1.1.-30.6.2015 (EUR 1,000)	Wiring Systems	Electronics	Total reportable segments	Unallocated amounts and eliminations	Total Group
Segment revenue	415,185	35,561	450,746	105	450,851
of which inter-segment revenue	268	98	366	105	471
External revenue	**414,917**	**35,463**	**450,380**	**0**	**450,380**
EBITDA	**31,827**	**3,524**	**35,351**	**-2,910**	**32,441**
% of revenue	**7.7**	**9.9**			**7.2**
Depreciation, amortisation and impairments *)	-9,602	-858	-10,460	-39	-10,500
EBITA	**22,224**	**2,666**	**24,890**	**-2,949**	**21,941**
% of revenue	**5.4**	**7.5**			**4.9**
PPA depreciation and amortisation	-4,673	0	-4,673	0	-4,673
Operating profit before non-recurring items	**17,551**	**2,666**	**20,217**	**-2,949**	**17,268**
% of revenue	**4.2**	**7.5**			**3.8**
Non-recurring employee benefit expenses	-3,673	0	-3,673	0	-3,673
Impairment of PPE and intangible assets	-793	0	-793	0	-793
Other non-recurring income and expenses	-542	0	-542	-936	-1,478
Total non-recurring items	**-5,008**	**0**	**-5,008**	**-936**	**-5,943**
Operating profit	**12,543**	**2,666**	**15,209**	**-3,885**	**11,324**
% of revenue	**3.0**	**7.5**			**2.5**
Financial income and expenses	0	0	0	-2,142	-2,142
Profit before taxes	**12,543**	**2,666**	**15,209**	**-6,027**	**9,182**
Income taxes	0	0	0	-6,210	-6,210
Net profit for the period	**12,543**	**2,666**	**15,209**	**-12,237**	**2,972**
Goodwill	30,446	1,209	31,655	0	31,655
Other segment assets	375,763	42,633	418,396	18,460	436,856
Total assets	**406,209**	**43,842**	**450,051**	**18,460**	**468,511**
Segment liabilities	307,252	27,990	335,242	-19,463	315,779
Total liabilities	**307,252**	**27,990**	**335,242**	**-19,463**	**315,779**

*) excluding PPA depreciation and amortisation and non-recurring asset impairment

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

1.1.-30.6.2014 (EUR 1,000)	Wiring Systems	Electronics	Total reportable segments	Unallocated amounts and eliminations	Total Group
Segment revenue	380,232	30,221	410,453	375	410,828
of which inter-segment revenue	316	113	430	375	805
External revenue	**379,916**	**30,107**	**410,023**	**0**	**410,023**
EBITDA	**25,183**	**2,001**	**27,184**	**-2,452**	**24,732**
% of revenue	**6.6**	**6.6**			**6.0**
Depreciation, amortisation and impairments *)	-8,513	-709	-9,222	-31	-9,252
EBITA	**16,670**	**1,292**	**17,962**	**-2,482**	**15,479**
% of revenue	**4.4**	**4.3**			**3.8**
PPA depreciation and amortisation	-4,059	0	-4,059	0	-4,059
Operating profit before non-recurring items	**12,611**	**1,292**	**13,903**	**-2,482**	**11,421**
% of revenue	**3.3**	**4.3**			**2.8**
Non-recurring employee benefit expenses	-2,687	0	-2,687	0	-2,687
Impairment of PPE and intangible assets	103	0	103	0	103
Other non-recurring income and expenses	-402	0	-402	-1,213	-1,615
Total non-recurring items	**-2,987**	**0**	**-2,987**	**-1,213**	**-4,200**
Operating profit	**9,625**	**1,292**	**10,917**	**-3,695**	**7,221**
% of revenue	**2.5**	**4.3**			**1.8**
Financial income and expenses	0	0	0	-1,996	-1,996
Profit before taxes	**9,625**	**1,292**	**10,917**	**-5,691**	**5,225**
Income taxes	0	0	0	-1,724	-1,724
Net profit for the period	**9,625**	**1,292**	**10,917**	**-7,416**	**3,501**
Goodwill	28,992	1,209	30,201	0	30,201
Other segment assets	411,189	36,797	447,986	-32,639	415,347
Total assets	**440,181**	**38,006**	**478,187**	**-32,639**	**445,548**
Segment liabilities	335,871	26,422	362,294	-103,408	258,886
Total liabilities	**335,871**	**26,422**	**362,294**	**-103,408**	**258,886**

*) excluding PPA depreciation and amortisation and non-recurring asset impairment

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

1.1.-31.12.2014 (EUR 1,000)	Wiring Systems	Electronics	Total reportable segments	Unallocated amounts and eliminations	Total Group
Segment revenue	772,680	57,717	830,398	576	830,973
of which inter-segment revenue	607	274	881	576	1,457
External revenue	**772,073**	**57,443**	**829,516**	**0**	**829,516**
EBITDA	**51,425**	**3,131**	**54,556**	**-5,983**	**48,572**
% of revenue	**6.7**	**5.5**			**5.9**
Depreciation, amortisation and impairments *)	-17,490	-1,473	-18,964	-69	-19,033
EBITA	**33,934**	**1,658**	**35,592**	**-6,052**	**29,540**
% of revenue	**4.4**	**2.9**			**3.6**
PPA depreciation and amortisation	-8,156	0	-8,156	0	-8,156
Operating profit before non-recurring items	**25,778**	**1,658**	**27,436**	**-6,052**	**21,384**
% of revenue	**3.3**	**2.9**			**2.6**
Non-recurring employee benefit expenses	-12,216	0	-12,216	0	-12,216
Impairment of PPE and intangible assets	-6,288	0	-6,288	0	-6,288
Other non-recurring income and expenses	-7,967	0	-7,967	-1,891	-9,858
Total non-recurring items	**-26,471**	**0**	**-26,471**	**-1,891**	**-28,362**
Operating profit (loss)	**-692**	**1,658**	**965**	**-7,943**	**-6,978**
% of revenue	**-0.1**	**2.9**			**-0.8**
Financial income and expenses	0	0	0	-3,550	-3,550
Profit (loss) before taxes	**-692**	**1,658**	**965**	**-11,493**	**-10,528**
Income taxes	0	0	0	-18,523	-18,523
Net profit (loss) for the period	**-692**	**1,658**	**965**	**-30,017**	**-29,051**
Goodwill	29,139	1,209	30,348	0	30,348
Other segment assets	348,690	39,484	388,175	37,760	425,934
Total assets	**377,829**	**40,693**	**418,522**	**37,760**	**456,282**
Segment liabilities	288,972	27,658	316,629	-18,432	298,197
Total liabilities	**288,972**	**27,658**	**316,629**	**-18,432**	**298,197**

*) excluding PPA depreciation and amortisation and non-recurring asset impairment

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

PKC GROUP

REVENUE BY GEOGRAPHICAL LOCATIONS (EUR 1,000)	4-6/15 3 mon.	4-6/14 3 mon.	1-6/15 6 mon.	1-6/14 6 mon.	1-12/14 12 mon.
Finland	11,221	13,725	22,385	26,676	50,781
Other Europe	55,016	47,774	106,076	98,994	191,186
North America	142,697	120,571	280,955	235,209	494,069
South America	9,513	17,161	23,338	34,789	67,874
APAC	5,438	6,735	17,625	14,355	25,607
Total	**223,886**	**205,966**	**450,380**	**410,023**	**829,516**

2. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (EUR MILLION)

A = Share Capital
B = Share premium account
C = Invested non-restricted equity fund
D = Other reserves
E = Translation difference
F = Retained earnings
G = Equity attributable to shareholders of the parent company

	A	B	C	D	E	F	G
Equity at 1.1.2014	**6.2**	**11.3**	**81.0**	**0.0**	**-12.3**	**108.2**	**194.4**
Dividends	0.0	0.0	0.0	0.0	0.0	-16.8	-16.8
Share-based payments	0.0	0.0	0.0	0.0	0.0	0.6	0.6
Exercise of options	0.0	0.0	0.4	0.0	0.0	0.0	0.4
Comprehensive income for the period	0.0	0.0	-0.3	0.0	4.8	3.5	8.0
Equity at 30.6.2014	**6.2**	**11.3**	**81.2**	**0.0**	**-7.5**	**95.6**	**186.7**
Equity at 1.1.2015	**6.2**	**11.3**	**81.3**	**-0.9**	**-3.7**	**63.9**	**158.1**
Dividends	0.0	0.0	0.0	0.0	0.0	-16.8	-16.8
Share-based payments	0.0	0.0	0.9	0.0	0.0	0.9	1.8
Comprehensive income for the period	0.0	0.0	0.0	-1.2	9.2	3.0	11.0
Other changes	0.0	0.0	-0.2	0.2	0.0	-1.3	-1.3
Equity 30.6.2015	**6.2**	**11.3**	**82.0**	**-1.9**	**5.5**	**49.7**	**152.7**

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

3. PROPERTY, PLANT AND EQUIPMENT (EUR 1,000)	6/15	6/14
Acquisition cost 1.1.	**153,498**	**146,679**
+/- Currency translation differences	7,228	2,337
+ Additions	4,470	9,959
- Disposals	-7,042	-2,938
+/- Reclassifications	0	-391
+/- Other changes	934	38
Acquisition cost 30.6.	**159,088**	**155,684**
Accumulated depreciation 1.1.	**84,958**	**70,652**
+/- Currency translation differences	3,642	1,035
- Accumulated depreciation on disposals and reclassifications	-6,162	-2,542
+/- Other changes	6	0
+ Depreciation and impairment	11,254	10,278
Depreciation 30.6.	**93,698**	**79,423**
Carrying amount 30.6.	**65,390**	**76,261**

4. INTANGIBLE ASSETS (EUR 1,000)	6/15	6/14
Acquisition cost 1.1.	**116,411**	**106,508**
+/- Currency translation differences	848	305
+ Additions	935	1,558
- Disposals	-28	-30
+/- Reclassifications	0	392
+/- Other changes	0	-42
Acquisition cost 30.6.	**118,164**	**108,692**
Accumulated amortisation 1.1.	**50,029**	**42,328**
+/- Currency translation differences	-3,155	171
- Accumulated amortisation on disposals and reclassifications	-22	-23
+ Amortisation	3,698	2,745
Amortisation 30.6.	**50,551**	**45,221**
Carrying amount 30.6.	**67,613**	**63,471**

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

5. FAIR VALUES OF FINANCIAL INSTRUMENTS (EUR 1,000)

Set out below is a comparison of the carrying amounts and fair values of financial instruments as at 30 June 2015

As of June 30, 2015	**Carrying amounts of balance sheet items**	**Fair values of balance sheet items**
Non-current financial assets		
Other non-current financial assets	672	672
Total non-current financial assets	672	672
Current financial assets		
Interest derivatives	1,780	1,780
Copper derivatives	80	80
Total current financial assets	1,860	1,860
Total financial assets	**2,532**	**2,532**
Non-current financial liabilities		
Non-current interest-bearing liabilities	101,183	113,525
Total non-current financial liabilities	101,183	113,525
Current financial liabilities		
Current interest-bearing liabilities	24,500	24,500
Currency derivatives	4,945	4,945
Total current financial liabilities	29,445	29,445
Total financial liabilities	**130,628**	**142,970**

The valuation of derivatives is based on market data (level 2 IFRS 7:27A). The valuation of available-for-sale shares (Other non-current financial assets, EUR 672 thousand) is based on the acquisition cost (level 3, IFRS 7.27A) as the fair value of the shares cannot be determined reliably.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

6. CONTINGENT LIABILITIES AT END OF PERIOD (EUR 1,000)	6/15	6/14	12/14
Leasing liabilities	**23,994**	**21,719**	**20,771**
Liabilities for derivative instruments			
Nominal values			
Interest derivatives	50,000	75,000	50,000
Currency derivatives	93,310	30,214	62,988
Copper derivatives	3,397	4,440	3,708
Total	**146,707**	**109,654**	**116,696**
Fair values			
Interest derivatives	1,780	2,177	2,191
Currency derivatives	-4,945	203	-3,931
Copper derivatives	80	127	-42
Total	**-3,085**	**2,507**	**-1,782**

Interest rate, currency and copper derivatives are used in hedging currency and copper risks. PKC Group does not apply hedge accounting to copper derivative instruments in accordance with IAS 39. Fair values of copper derivatives are recognised through profit and loss. PKC Group applies hedge accounting to currency derivatives and to interest rate swaps.

7. QUARTERLY KEY INDICATORS, CONSOLIDATED	4-6/14 3 mon.	7-9/14 3 mon.	10-12/14 3 mon.	1-3/15 3 mon.	4-6/15 3 mon.
Revenue, EUR million	206.0	210.2	209.2	226.5	223.9
Operating profit (loss), EUR million	4.6	-4.0	-10.2	8.6	2.8
% of revenue	2.2	-1.9	-4.9	3.8	1.2
Profit (loss) before taxes, EUR million	3.9	-4.6	-11.2	7.8	1.4
% of revenue	1.9	-2.2	-5.3	3.4	0.6
Equity ratio, %	41.9	38.0	34.7	35.8	32.6
Earnings per share (EPS), diluted (EUR)	0.11	-0.73	-0.63	0.18	-0.06
Equity per share, EUR	7.79	7.39	6.59	7.34	6.35
Net cash from operating activities, EUR million	12.9	6.5	34.4	-29.7	4.5
Cash flow after investments, EUR million	7.4	0.9	30.7	-31.8	1.6
QUARTERLY KEY INDICATORS, WIRING SYSTEMS					
Revenue, EUR million	191.3	195.4	196.7	205.7	209.2
Operating profit (loss), EUR million	6.2	-3.0	-7.3	8.2	4.4
% of revenue	3.2	-1.6	-3.7	4.0	2.1
QUARTERLY KEY INDICATORS, ELECTRONICS					
Revenue, EUR million	14.7	14.8	12.5	20.8	14.7
Operating profit (loss), EUR million	0.4	0.6	-0.2	2.4	0.2
% of revenue	2.8	4.0	-1.8	11.6	1.7

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

PKC Group announced on 1 July 2015 that it had closed the deal to buy the rolling stock electrical distribution system business (Wiring & Controls business) of Groclin S.A. Group, a company listed on the Warsaw stock exchange. The deal includes Kabel-Technik-Polska Sp. z o. o. ('KTP') operating in Poland, which at the time of the closing owns the entire Wiring & Controls business of Groclin S.A. Group. The requirements of closing have been fulfilled and the closing became effective and ownership and control was transferred on 1 July 2015.

The net debt free purchase price is EUR 50 million. The purchase price is subject to post closing purchase price adjustment based on the actual level of net working capital and net debt on the closing date. The acquisition took place via a new company, in which PKC Group has an 80% holding and Wiring & Controls business' management has a 20% holding. PKC Group and minority shareholders have agreed on a call option structure, within the framework of which PKC Group will acquire the minority shareholders' shares not before than two years from the closing of the deal.

The Wiring & Controls business develops and manufactures electrical cabinets, powerpacks and electrical distribution systems for rolling stock manufacturers. The clientele also includes the on/off highway commercial vehicle, energy and materials handling industry. The customers are leading companies in their field and mainly operate globally. Wiring & Controls business revenue in 2014 totalled some EUR 56 million, normalised EBITDA % totalled some 7%, and number of personnel at the end of 2014 totalled about 2,000.

Had the acquired Wiring & Controls business been consolidated from 1 January 2015, the consolidated statement of income would show pro forma revenue of EUR 480 million and EBITDA before non-recurring items of EUR 34 million.

The acquired Wiring & Controls business will be consolidated into PKC Group as of 1 July 2015 according to the so called anticipated acquisition method i.e. no minority interest will be accounted for. In the anticipated acquisition method the estimated value of the call option will be included into the acquisition value. The acquired Wiring & Controls business will be included into PKC Group's Wiring Systems business segment.
By the end of Q2 2015, EUR 0.8 million of acquisition related costs have been charged to other operating expenses in the consolidated income statement.

The initial accounting for the acquisition and the purchase price allocation are incomplete. Provisionally it is estimated that adjustments to fair value relate mainly to customer relationships within intangible assets

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

CALCULATION OF INDICATORS

Return on equity (ROE), %
= 100 x Net profit (loss) for the report period / Total equity (average)

Return on investments (ROI), %
= 100 x (Profit (loss) before taxes + financial expenses) / (Total equity + interest-bearing financial liabilities (average))

Return on capital employed (ROCE), %
= 100 x (Operating profit +/– non-recurring items) / (Total equity + interest-bearing financial liabilities (average))

Net liabilities
= Interest bearing liabilities – cash and cash equivalents

Gearing, %
= 100 x (Interest-bearing financial liabilities – cash and cash equivalents) / Total equity

Equity ratio, %
= 100 x Total equity / (Total of the statement of financial position – advance payments received)

Current ratio
= Total current assets / Total current liabilities

Earnings per share (EPS), EUR
= Net profit (loss) for the report period attributable to equity holders of the parent company / Average share issue-adjusted number of shares

Equity per share, EUR
= Equity attributable to equity holders of the parent company / Share issue-adjusted number of shares at the date of the statement of financial position

Cash flow per share, EUR
= Cash flows after investments / Average share issue-adjusted number of shares

Market capitalisation
= Number of shares at the end of the report period x the last trading price of the report period

EBITDA
= Operating profit (loss) + non-recurring items + depreciation, amortisation and impairments

EBITA
= Operating profit (loss) + non-recurring items + PPA depreciation and amortisation

Net working capital
= Inventories + current non-interest-bearing receivables – current non-interest-bearing liabilities

All the future estimates and forecasts presented in this stock exchange release are based on the best current knowledge of the company's management and information published by market research companies and customers. The estimates and forecasts contain certain elements of risk and uncertainty which, if they materialise, may lead to results that differ from present estimates. The main factors of uncertainty are related, among other things, to the general economic situation, the trend in the operating environment and the sector as well as the success of the Group's strategy.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

PKC GROUP PLC
Board of Directors

Matti Hyytiäinen
President & CEO

For additional information, contact:
Matti Hyytiäinen, President & CEO, PKC Group Plc, tel. +358 (0)400 710 968

Juha Torniainen, CFO, PKC Group Plc, tel. +358 (0)40 570 8871

PRESS CONFERENCE

A press conference on the interim report will be arranged for analysts and investors today, 6 August 2015, at 10.00 a.m., at the address Event Arena Bank, Unioninkatu 20, Helsinki.

DISTRIBUTION

Nasdaq Helsinki
Main media
www.pkcgroup.com

PKC Group is a global partner, designing, manufacturing and integrating electrical distribution systems, electronics and related architecture components for the commercial vehicle industry, rolling stock manufacturers and other selected segments. The Group has production facilities in Brazil, China, Estonia, Finland, Germany, Lithuania, Mexico, Poland, Russia, Serbia and the USA. The Group's revenue in 2014 totalled EUR 829.5 million. PKC Group Plc is listed on Nasdaq Helsinki.

PKC Group Plc, Bulevardi 7, Helsinki, FI-00120 Finland
Tel. +358 20 175 2111 / Fax +358 20 1752 175 / Business ID 0972280-0 / Registered Office: Helsinki / *www.pkcgroup.com*

MANAGING THE COMPLEXITY

PKC GROUP

PKC Group Plc
Bulevardi 7
FI-00120 Helsinki, Finland

www.pkcgroup.com