5EL SA

Half-year Report 2016

(unaudited)

TABLE OF CONTENT

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(in thousands of Swiss Francs)

For the six months ended

	Notes	Unaudited 30 June 2016 TCHF	Unaudited 30 June 2015 Restated TCHF
Continuing Operations			
Revenue		-	-
Other income		23	297
Depreciation, amortization and impairment losses		(1)	(2)
Personnel expenses		-	-
Administration and other operating expenses		(324)	(297)
Finance income		10	-
Finance costs		(24)	(31)
Profit/(loss) before tax		**(316)**	**(33)**
Income tax		(2)	(118)
Profit/(loss) for the period from continuing operations		**(318)**	**(151)**
Profit/(loss) of the perio from discontinued operations, net of tax		-	8
Profit/(loss) for the period		**(318)**	**(143)**
Attributable to:			
Owners of the Company		(318)	(146)
Non-controlling interests		-	3
Profit/(loss) for the period		**(318)**	**(143)**
Earnings per share			
Basic and diluted (CHF per share)	8	(1.27)	(0.59)
Earnings per share - continuing operations			
Basic and diluted (CHF per share)	8	(1.27)	(0.61)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(in thousands of Swiss Francs)

For the six months ended

	Unaudited 30 June 2016 TCHF	Unaudited 30 June 2015 TCHF
Loss for the period	**(318)**	**(143)**
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Exchange difference on translation of foreign operations		(956)
Other comprehensive income, net of tax	**-**	**(956)**
Total comprehensive income for the period	**(318)**	**(1 099)**
Attributable to:		
Owners of the Company	(318)	(723)
Non-controlling interests	-	(376)
Total comprehensive income for the period	**(318)**	**(1 099)**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(in thousands of Swiss Francs)

As at

	Notes	Unaudited 30 June 2016 TCHF	Audited 31 Dec 2015 TCHF
ASSETS			
Non-current assets			
Property, plant and equipment		5	6
Total non-current assets		**5**	**6**
Current assets			
Trade and other receivables		2 215	4 289
Cash and bank balances		285	763
Total current assets		**2 500**	**5 052**
Total assets		**2 505**	**5 058**
EQUITY AND LIABILITIES			
Capital and reserves			
Issued capital	10	9 903	9 903
Accumulated deficit		(9 236)	(8 918)
Total equity attributable to owners of the Company		**667**	**985**
Non-controlling interests		-	-
Total equity		**667**	**985**
Non-current liabilities			
Borrowings	11/12	1 111	1 109
Other financial liabilities	12	47	70
Total non-current liabilities		**1 158**	**1 179**
Current liabilities			
Borrowings	11/12	328	2 391
Trade and other payables		352	503
Total current liabilities		**680**	**2 894**
Total liabilities and equity		**2 505**	**5 058**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(in thousands of Swiss Francs)

	Issued capital				Attributable to		
	Share Capital TCHF	Treasury Shares TCHF	Foreign currency translation TCHF	Retained earnings TCHF	Owners of the Company TCHF	Non-controlling interests TCHF	Total TCHF
Balance at 1 January 2015 (audited)	**10 162**	**(259)**	**(34)**	**(9 082)**	**787**	**2 788**	**3 575**
Comprehensive income							
Loss for the period				(146)	(146)	3	(143)
Other comprehensive income				(577)	(577)	(379)	(956)
Total comprehensive income	**-**	**-**	**-**	**(723)**	**(723)**	**(376)**	**(1 099)**
Transactions with owners of the Company							
Contributions and distributions							
Dividends						(296)	(296)
Total contributions and distributions	-	-	-	-	-	**(296)**	**(296)**
Total transactions with owners of the Company	-	-	-	-	-	**(296)**	**(296)**
Balance at 30 June 2015 (unaudited)	**10 162**	**(259)**	**(34)**	**(9 805)**	**64**	**2 116**	**2 180**
Balance at 1 January 2016 (audited)	**10 162**	**(259)**	**-**	**(8 918)**	**985**	**-**	**985**
Comprehensive income							
Loss for the period				(318)	(318)	-	(318)
Other comprehensive income				-	-	-	-
Total comprehensive income	**-**	**-**	**-**	**(318)**	**(318)**	**-**	**(318)**
Transactions with owners of the Company							
Contributions and distributions							
Dividends					-	-	-
Total contributions and distributions	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total transactions with owners of the Company	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Balance at 30 June 2016 (unaudited)	**10 162**	**(259)**	**-**	**(9 236)**	**667**	**-**	**667**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(in thousands of Swiss Francs)

For the six month ended

	Unaudited 30 June 2016 TCHF	Unaudited 30 June 2015 TCHF
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the year	(318)	(143)
Adjustments for:		
Tax (income) / expense	2	115
Finance costs	24	210
Finance income	(10)	(262)
Net (gain) / loss arising on financial liabilities designated as at FVTPL	(23)	13
Net (gain) / loss arising on financial assets classified as held for trading		(10)
Depreciation, amortization and impairment losses	1	600
Net foreign exchange (gain) / loss		142
	(324)	665
Movement in working capital		
(Increase)/decrease in trade and other receivables	(2)	332
(Increase)/decrease in inventory		(394)
Increase/(decrease) in trade and other payables and deferred income	(131)	(1 089)
Cash flow generated from operations	*(457)*	*(486)*
Income taxes paid	(2)	
Net cash from operating activities	**(459)**	**(486)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of associates		(257)
Proceeds on sale of financial assets		150
Acquisition of Property, plant and equipment		(2)
Acquisition of Intangible assets		(67)
Net cash from investing activities	**-**	**(176)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings		(148)
Interest paid	(19)	(24)
Payment of finance lease liabilities		(2)
Net cash used in financing activities	**(19)**	**(174)**
Change in cash and cash equivalents	**(478)**	**(836)**
Cash and cash equivalents at 1 January	763	1 202
Effect of movements in exchange rates on cash held		(110)
Cash and cash equivalents at 30 June	285	256
Change in cash and cash equivalents	**(478)**	**(836)**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(in thousands of Swiss Francs, except as otherwise indicated)

For the period ended 30 June 2016

1. ORGANISATION AND BUSINESS ACTIVITY

5EL SA ("The Company", previously OTI Energy SA) is a limited company incorporated on 17 December 1998 under the laws of Switzerland and has its registered trade office at Rue du Grand-Chêne 8, 1003 Lausanne, Switzerland (previously Lugano, Switzerland).

These condensed consolidated interim financial statements ("interim financial statements") as at and for the six months ended 30 June 2016 comprise the Company and its subsidiaries (together referred to as the "Group"). The Group is primarily involved in the acquisition, holding and sale of investments in national and foreign companies engaged in the energy sector, in the hydro power generation, and in the development of new hydro power plants in Italy.

On 28 December 2015 the Group sold all of its subsidiaries. This was a significant change in the Group business activity. Nevertheless, the consolidated statement of financial position, the consolidated statement of profit and loss, the consolidated statement of profit and loss and other comprehensive income, and the consolidated statement of cash flows are comparable.

2. BASIS OF ACCOUNTING

These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, as well as the rules of the Listing Rules of the SIX and the additional rules for the listing at the SIX Swiss Stock Exchange. They do not include all the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial statements as of and for the year ended 31 December 2015 and for the interim period ended 30 June 2016.

3. FUNCTIONAL AND PRESENTATION CURRENCY

These interim financial statements are expressed in thousands Swiss Francs (TCHF), except as otherwise indicated, and are therefore rounded to the nearest unit. Consequently, there might be differences of maximum one thousand Swiss Francs in the figures reported.

4. USE OF JUDGEMENTS AND ESTIMATES

In preparing these interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual result may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2015.

Measurement of fair value

The Board of directors determines fair value in accordance with IFRS 13. In measuring the fair value of assets and liabilities, the Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group recognizes the transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in note 12.

5. FOREIGN CURRENCIES

The following exchange rates were used for currency translation:

	Period ended 30 June 2016		Year ended 31 December 2015		Period ended 30 June 2015	
	Closing rates	Period average	Closing rates	Period average	Closing rates	Period average
EUR	1.08340	N/A	1.08740	1.06594	1.03630	1.05780

6. SEGMENT INFORMATION

Products and services from which reportable segments derive their revenues

Information reported to the decision maker for the purposes of resource allocation and assessment of segment performance focuses on the goods delivered. The directors of the Company have chosen to organize the Group around differences in products.

No operating segments have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group’s reportable segments under IFRS 8 are as follows:

- Trading and investment management (also Corporate), whose activity is the acquisition, holding and sale of investments in national and foreign companies, which mainly engage in the energy sector; and
- Hydro power generation (HPG) - Italy, whose activity is the generation of energy through hydro power plants in Italy. The segment HPG was sold in December 2015.

With reference to HPG, as a result of the disposal of Prodena Srl and its subsidiaries there are no more segment assets and segment liabilities as of 30 June 2016 and 31 December 2015. Segment revenues and results are included until the date of the disposal, therefore the information presented is as of 30 June 2015.

Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Also finance cost, finance income and income taxes are managed on an individual level of the companies building up the group, and therefore allocated to the segments.

Segment revenues and results

As mentioned below, segments no longer exist for the time being since Prodena Srl and all its subsidiaries were disposed off. The following is an analysis of the Group's revenue and results by reportable segments as of 30 June 2015:

Operating segments - 30 June 2015 (Unaudited)	Trading / Investment management TCHF	HPG - Italy TCHF	Total reportable segments TCHF	Reconciliation TCHF		Consolidated (*) TCHF
Reportable segment profit	369	333	702	(730)	(i)	**(28)**
Revenue from external customers	-	454	454	-		**454**
Other income	37	920	957	-		**957**
Depreciation and amortization expense	(3)	(314)	(317)	(202)	(ii)	**(519)**
Impairment losses	-	-	-	(81)	(iii)	**(81)**
Change in fair value of financial assets classified as held for trading	13	-	13	-		**13**
Interest expenses	(65)	(164)	(229)	34	(iv)	**(195)**
Interest revenue	-	-	-	-		**-**
Income taxes	(117)	(164)	(281)	166	(v)	**(115)**

(*) before restatement of discontinued operations (refer to note 7)

Segment profit represents the profit before tax earned by each segment. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Segment revenue reported above represents revenue generated from external customers.

There have been no inter-segment sales in the period.

The accounting policies of the reportable segments for management purposes may differ significantly from those of the Group. They are based on accounting principles according to the respective civil code of each country (local law) where a group company is registered.

Management reporting is based on the historical cost convention and on the accrual basis. Financial assets are recorded according to the lower of market or cost value principle. The main differences are the following:

(i) The difference on reportable segment profit is mainly due to the differences explained in (ii) and (iii).
(ii) The difference of TCHF 202 on depreciation and amortization expense is attributable to the combined effect of increased property, plant and equipment values for IFRS purposes as a consequence of the acquisition accounting compared to the one used by management. Consequently depreciation and amortization for IFRS accounts are higher, the effect is partially compensated by the use of different estimated useful lives between the two accounting principles.
(iii) The difference of TCHF 81 is attributable to impairment losses recorded on consolidation on intangible assets.
(iv) Differences on interest expenses of TCHF 34 are due to the effects of the application of the effective interest method on consolidated level.
(v) The variation of income taxes is reflecting deferred taxes which are not considered for management reporting purposes, and a reclassification of corporate taxes.

7. DISCONTINUED OPERATIONS

On 28 December 2015, 5EL SA (Previously OTI Energy SA) sold its entire Hydro power generation (HPG) segment (refer to note 6), which included 60% of the shares of Prodena Srl that in turn owns 100% of the shares of Lugo Srl and Enerproject Srl.

The selling price amounted to TEUR 4,500 (TCHF 4,870) and the transaction resulted in a pre-tax capital gain to the Group of TEUR 1,546 (TCHF 1,648). The deferred consideration is payable as follows: TEUR 1,900 (settled on 13 April 2016 by the buyer to 5EL through the payment of 5EL SA's liability due to NOVEIS Srl for the amount of TEUR 1,900), and TEUR 2,000 renegotiated during the first semester and due before year end.

The HPG segment was not previously classified as held-for-sale or as a discontinued operation. The comparative consolidated statement of profit and loss has been restated to show the discontinued operation separately from continuing operations.

Results of discontinued operation

	30 June 2016 TCHF	30 June 2015 TCHF
Revenue		1 386
Expenses		(1 381)
Results from operating activities		**5**
Income tax		3
Results from operating activities, net of tax		**8**
Gain on sale of discontinued operations		-
Profit from discontinued operations, net of tax		**8**
Attributable to:		
Owners of the Company		5
Non-controlling interests		3
Profit for the year		**8**
Earnings per share		
Basic and diluted (CHF per share)		0.02

The loss from continuing operations of TCHF 258 (June 2015: TCHF 151) is attributable entirely to the Owners of the Company.

8. EARNINGS PER SHARE

Earnings per share are calculated based on the number of issued ordinary shares less the weighted average of the own shares held by the company.

Basic earnings per share

The earnings and the weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	Unaudited Period ended 30 June 2016	Unaudited Period ended 30 June 2015
	TCHF	TCHF
Loss for the period attributable to Owners of the Company	(318)	(146)
Losses used in the calculation of basic earnings per share	(318)	(146)
Weighted average number of ordinary shares for the purpose of basic earnings per share	249 540	249 540
Basic earnings per share		
Basic and diluted earnings per share (CHF per share)	(1.27)	(0.59)

9. COMPOSITION OF THE GROUP

Details of the Company's subsidiaries at 30 June 2016, 31 December 2015 and 30 June 2015 are as follows:

Name of subsidiary	Place of incorporation	Proportion of ownership and voting power held by the Group			Principal activity
		30 June 2016	31 Dec 2015	30 June 2015	
Prodena Srl	Montaldo Dora - Italy	-	-	60%	Hydropower Generation
Lugo Srl	Lucca - Italy	-	-	60%	Renewable Energy Project Development
Enerproject Srl	Lucca - Italy	-	-	60%	Renewable Energy Project Development

10. ISSUED CAPITAL AND DIVIDENDS

Fully paid in shares

As of 30 June 2016 the Company's share capital is unchanged compared to the end of the previous periods and consists of 254,048 ordinary bearer shares with a nominal value of CHF 40 each, all fully paid in, for a total amount of TCHF 10,162. Fully paid ordinary shares carry one vote per share and carry a right to dividends.

Treasury shares

At 30 June 2016 the Company owns 4,508 treasury shares (31 December 2015: unchanged) for a total value of TCHF

259 (31 December 2015: unchanged). No treasury shares were sold during the current and the comparative period.

Conditional capital increases

On 28 February 2014 the extraordinary general meeting of the Shareholders unanimously resolved the following:

- A conditional share capital increase up to a maximum of TCHF 1,120 by the issuance of maximum 28,000 bearer shares with a par value of CHF 40 each, in connection with the exercise of the conversion right granted to the holder of the convertible loan amounting to TCHF 1,120. The holder is entitled to convert all or part of the loan into 5EL SA (previously OTI Energy SA) shares at par value (i.e. for a loan fraction of CHF 40 the holder shall receive 1 5EL share with a par value of CHF 40). The preferential right of the existing shareholders related to the subscription of the shares of this conditional share capital increase is excluded.
- A conditional share capital increase up to a maximum amount of TCHF 3,900 by the issuance of maximum 97,500 bearer shares with a par value of CHF 40 each, in connection with the conversion rights to be granted under an expected future issuance of a convertible bond or similar instrument. The preferential right of the existing shareholders related to the subscription of this conditional share capital increase is neither limited nor excluded.

11. BORROWINGS

	Current Year ended		Non-current Year ended	
	30 June 2016 TCHF	31 Dec 2015 TCHF	30 June 2016 TCHF	31 Dec 2015 TCHF
Unsecured - at amortized cost				
Loans from:				
Third parties	328	2 391	-	-
Convertible loan				
Third parties	-	-	1 111	1 109
Total unsecured borrowings	**328**	**2 391**	**1 111**	**1 109**

Loans

First Semester 2016

The following conditions are set up for the amounts repayable to third parties:

I. On 28 February 2014 the Group entered into a new loan up to an amount of TCHF 3,000. This loan was partially assigned during the financial year 2015. The remaining amount due as of 30 June 2016 (31 December 2015: unchanged) is TCHF 200. The due date of 30 June 2016 was postponed. The main conditions were as follows:

Duration: the loan was granted for one year starting from 28 February 2014; accordingly, the loan amount or the outstanding amount shall be repaid

Interest: fixed interest rate of 3%

Financial year 2015

I. A non-interest bearing loan for an amount of TCHF 2,066, expiring on 31 December 2015, was extended to

15 July 2017, but settled on 13 April 2016; the loan was provided by a former related party in order to finance the acquisition of Prodena Srl in 2012. The effective interest rate on such loan was of 5.6%.

No other significant changes occurred in the balance sheet item “Borrowings” during the 6 months ended 30 June 2016.

Convertible loan

On 5 September 2013, the Company agreed with a related party a convertible loan for the amount of TCHF 1,120, which entitles the holder to convert all or part of the loan to ordinary shares at nominal value of 5EL shares (actually CHF 40 per share), i.e. for the loan of CHF 40.00 the holder shall receive 1 5EL share with a nominal value of CHF 40.00.

Conversion may occur at any time between 1 November 2018 and 30 December 2018. If the loan will not be converted in the timeframe mentioned, it will be reimbursed on 30 December 2018 or earlier at the option of the borrower. A variable interest of 3.25% p.a. shall be paid in arrears semi-annually, until the notes are converted or redeemed.

The convertible notes contain two components: liability and equity elements. The equity element is presented in equity within the component “retained earnings”. The effective interest rate of the liability element on initial recognition is 3.61% p.a.

12. FINANCIAL INSTRUMENTS

Carrying amounts and fair values

The following table shows the carrying amounts and the fair value of financial assets and financial liabilities, including their level in the fair value hierarchy. It does not include the fair value information for financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

At 30 June 2016 (Unaudited)	Carrying amount					Fair value			
In thousands of CHF	Held-for-trading	Designated at fair value	Loans and receivables	Other financial liabilities	**Total**	Level 1	Level 2	Level 3	**Total**
Financial assets measured at fair value									
Equity securities		-			**-**	-		-	**-**
	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value									
Trade and other receivables			2 215		**2 215**				-
Cash and cash equivalents			285		**285**				-
	-	-	**2 500**	-	**2 500**	-	-	-	-
Financial liabilities measured at fair value									
Contingent consideration		(47)			**(47)**		(47)		**(47)**
	-	**(47)**	-	-	**(47)**	-	**(47)**	-	**(47)**
Financial liabilities not measured at fair value									
Convertible loan				(1 111)	**(1 111)**		(1 111)		**(1 111)**
Other unsecured loans				(328)	**(328)**		(328)		**(328)**
Trade and other payables				(352)	**(352)**				-
	-	-	-	**(1 791)**	**(1 791)**	-	**(1 439)**	-	**(1 439)**

At 31 December 2015 (Audited)	Carrying amount					Fair value			
In thousands of CHF	Held-for-trading	Designated at fair value	Loans and receivables	Other financial liabilities	**Total**	Level 1	Level 2	Level 3	**Total**
Financial assets measured at fair value									
Equity securities	-	-			**-**	-		-	**-**
	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value									
Trade and other receivables			4 289		**4 289**				**-**
Cash and cash equivalents			763		**763**				**-**
	-	-	**5 052**	-	**5 052**	-	-	-	-
Financial liabilities measured at fair value									
Contingent consideration		(70)			**(70)**		(70)		**(70)**
	-	**(70)**	-	-	**(70)**	-	**(70)**	-	**(70)**
Financial liabilities not measured at fair value									
Convertible loan				(1 109)	**(1 109)**		(1 109)		**(1 109)**
Other unsecured loans				(2 391)	**(2 391)**		(2 391)		**(2 391)**
Trade and other payables				(503)	**(503)**				**-**
	-	-	-	**(4 003)**	**(4 003)**	-	**(3 500)**	-	**(3 500)**

Measurement of fair values

The following table gives information about how the fair values of these financial assets and financial liabilities are determined.

FINANCIAL ASSETS/FINANCIAL LIABILITIES	Fair value as at		Fair value hierarchy	Valuation techniques	Significant unobservable data	Relationship of unobservable inputs to fair value
	Unaudited 30 June 2016	Audited 31 Dec 2015				
Contingent consideration	Liabilities - TCHF 47	Liabilities - TCHF 70	Level 2	Formula included in the contract to calculate the liability that is based on inputs observable on the market	Not applicable	Not applicable
Other unsecured loans and convertible loan	Liabilities - TCHF 1,439	Liabilities - TCHF 3,500	Level 2	Discounted cash flow: the valuation model considers the present value based on the effective interest rate	Not applicable	Not applicable

There were no transfers between levels of the fair value hierarchy in the current and in the prior period.

13. RELATED PARTY TRANSACTIONS

During 2015 Finanziaria Internazionale per lo Sviluppo Industriale – F.I.S.I. SA (incorporated in Switzerland), former parent and ultimate holding company of 5EL SA (previously OTI Energy SA) sold most of the shares held in the Company.

Transactions with key management personnel

The compensation of the Board of directors and other members of key management personnel during the period were as follows:

30 June 2016 (unaudited)

Member of the Board of directors of 5EL	Function	Compensation for acting as members of the governing body (i)	Lump sum expense allowance (ii)	Honorarium and remuneration (iii)	Other (iv)	Total
Gianluigi Facchini	President	48				48
Nicolò Von Wunster	Member and CEO			60	70	130
Victor Iezuitov	Member	27				27
Total		75	-	60	70	205

30 June 2015 (unaudited)

Member of the Board of directors of 5EL	Function	Compensation for acting as members of the governing body (i)	Lump sum expense allowance (ii)	Honorarium and remuneration (iii)	Other (iv)	Total
Marco Marenco	President	2				2
Nicolò Von Wunster	Member and CEO	8		60	70	138
Giovanni Varallo	Member	8			8	16
Other key management						
Marco Gallo	Chairman of Prodena	57				57
Total		75	-	60	78	213

(i) Compensation to Members of the Board is a fixed remuneration.
(ii) Lump sum expense allowance for the activity of Members of the Board is a fixed amount.
(iii) Honorarium is the fixed remuneration to the Chief Executive Officer paid to a company related to him.
(iv) Other remuneration represent professional fees and reimbursement of costs incurred paid to a company related to the Chief Executive officer in connection with back office services, facility and ICT services.

Other information

No compensation was recognized to other persons than those disclosed in the table above. The current as well as the former members of the Board of Directors and Other key management did not receive any loans or credits. One member resigned from the Board of Directors in August 2016 but is not yet cancelled from the company registrar.

Until 30 June 2016 no other member of the Board of Directors held shares, or benefited from conversion rights and options excluding for Finanziaria Internazionale per lo Sviluppo Industriale - F.I.S.I. SA which was controlled by Mr. Marco Marenco.

Other related party transactions other than key management

As a consequence of the sale of the shares held in the Company by F.I.S.I. SA, there are no longer related parties transactions in the first Semester 2016 other than the ones made with key management personnel.

	Transaction values for the period ended 30 June		Balance outstanding at	
	2016 (unaudited) TCHF	2015 (unaudited) TCHF	30 June 2016 (unaudited) TCHF	31 December 2015 (audited) TCHF
Purchase of goods and services				
Associate (i)	-	(80)	-	-
Loans				
Other related parties				
- Convertible loan	-	(20)	-	-
- Other loan and related interest	-	29	-	-
Others				
Other related parties				
- Contingent consideration	-	(13)	-	-
Net amount	-	(84)	-	-

(i) The operation and maintenance of the power plant in the previous period was outsourced to an associate, with which also an operating lease was signed for the combined use of some parts of the plant. Additionally also some administrative tasks were outsourced to an associate (prior year amount TCHF 80 charged for such services and leases).

14. SIGNIFICANT NON-CASH TRANSACTIONS

Significant non-cash transactions are related to the following:

Current period

- The selling price of the entire Hydro power generation (HPG) segment, which included 60% of the shares of Prodena Srl that in turn owns 100% of the shares of Lugo Srl and Enerproject Srl amounted to TEUR 4,500 (TCHF 4,870). The deferred consideration of the selling price was partly settled on 13 April 2016 by the buyer to 5EL through the payment of 5EL S.A.'s liability due to NOVEIS Srl for TEUR 1,900.

Comparative period

- On 12 February 2015 part of a loan granted by a related party in the amount of TCHF 1,844 was transferred to a third party. A new agreement was reached with the third party, according to which a monthly payment (including capital and interest) starting from 1 March 2015 of TCHF 42 was due until full repayment will be performed. The interest rate is 4.5%.

15. IMPORTANT SHAREHOLDERS

The Company has exclusively issued bearer shares. The shareholders with a participation exceeding 5% known to the Company as per 30 June 2016 changed compared to 31 December 2015 as follows:

Name	30 June 2016	31 Dec 2015
	%	%
Whiteridge Global Energy Fund SPC LTd.	23.22	23.22
World Dynamic Fund Sicav	20.13	20.13
Finanziaria Internazionale per lo Sviluppo Industriale SA, Switzerland	19.80	19.80
DOT Energy OÜ, Estonia	14.99	14.99

16. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2015.

New and amended standards adopted by the group
The group has applied all new standards, amendments to standards and interpretations that are mandatory for the financial year beginning on 1 January 2016, to the extent that they are relevant to the group. None of these has had any significant impact on the group's financial statements.

New standards and interpretations not yet adopted
The group has not early adopted any other new standards, interpretations to existing standards and amendments to standards that need adoption by 1 January 2017 or later. Such standards and amendments issued to date and identified by the group to date as relevant are:
- IFRS 15 'Revenue from Contracts with Customers' (effective for annual periods beginning on or after 1 January 2018, retrospective application, earlier application permitted);
- IFRS 9 'Financial Instruments' (effective for annual periods beginning on or after 1 January 2018, retrospective application, earlier application permitted);
- IFRS 16 'Leases' (effective for annual periods beginning on or after 1 January 2019).

The group is yet to assess the full impact of these standards.
There are other new standards, amendments to standards and interpretations that are not yet effective but that have been identified by the group as currently not relevant to the group and that are therefore not listed.

17. EVENTS AFTER THE REPORTING PERIOD

No significant events occurred between 30 June 2016 and the date of authorization for publication of the interim financial statements that would require adjustments of these interim financial statements or disclosure, except for the following: on the 29th of September the Company shareholders voted for an increase of capital and empowered the Board of Directors to focus on the implementation of the strategic development plan. Such capital increase will happen before year end with industrial and financial partners.

18. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved by the Board of directors and authorized for issue on 30 September 2016.

COMPANY PROFILE

Board of Directors

Gianluigi Facchini, Chairman
Serge Umansky, Vice-Chaiman
Nicolò von Wunster, Delegate of the Board of Directors
Victor Iezuitov, Member

Postal Address

5EL SA, Rue du Grand-Chêne 8, 1003 Lausanne

Auditors

Berney & Associés SA Société Fiduciaire, 1002 Lausanne

Reporting

The Board of Directors

Custodian Bank

BANQUE LOMBARD ODIER & Cie SA, Lausanne Branch, 1003 Lausanne

Publications

Interim reports on 30 June

Ticker Symbols

Bloomberg	FEL SW Equity
Telekurs	FEL
Security number	632.685
ISIN	CH0006326851

Capital Structure

Issue price	10.12.1998:	CHF 100.-		
Capital increase / decrease	30.06.1999:	CHF 200.-	of CHF 155,000.-	to CHF 5,572,900.-
	16.03.2000:	CHF 262.-	of CHF 5,572,900.-	to CHF 23,450,600.-
	27.05.2004:	Reductions of nominal value by		
		CHF 60.-	of CHF 23,450,600.-	to CHF 9,380,240.-
	27.05.2004:	CHF 42.-	of CHF 9,380,240.-	to CHF 10,161,920.-
Share certificates	254,048 bearer shares at CHF 40.- each			

Investor Relations

Victor Iezuitov, 5EL SA, Rue du Grand-Chêne 8, 1003 Lausanne, Tel +41 21 620 64 71