

# Half-year Report Shortform

2020

**allreal**

# Key figures at a glance

		1 <sup>st</sup> half-year 2020 as at 30.06.2020*	1 <sup>st</sup> half-year 2019 as at 31.12.2019*	Change in % <sup>1</sup>
<b>Group</b>				
Total sales <sup>2</sup>	CHF million	278.7	280.8	-0.7
Operating profit (EBIT) incl. revaluation gains	CHF million	113.8	122.1	-6.8
Net profit incl. revaluation effect <sup>3</sup>	CHF million	86.4	89.2	-3.1
Operating profit (EBIT) excl. revaluation gains	CHF million	86.1	91.9	-6.3
Net profit excl. revaluation effect <sup>3</sup>	CHF million	63.0	67.4	-6.5
Cash flow from operating activities	CHF million	68.2	61.5	10.2
Return on equity incl. revaluation effect <sup>3</sup>	%	7.4	7.7	-0.3
Return on equity excl. revaluation effect <sup>3</sup>	%	6.4	6.8	-0.4
Equity ratio on cut-off date	%	48.3	49.7	-1.4
Net gearing <sup>4</sup> on cut-off date	%	87.2	83.8	3.4
Average interest rate on financial liabilities on cut-off date	%	0.83	0.88	-0.05
Average duration of financial liability on cut-off date	months	49	56	-7
<b>Sales Projects &amp; Development division</b>				
Sales Projects & Development division	CHF million	178.6	178.9	-0.2
Earnings from Projects & Development division <sup>5</sup>	CHF million	24.6	28.1	-12.5
Gross margin third-party projects Projects & Development division <sup>6</sup>	%	13.8	14.0	-0.2
Employees on cut-off date	Number of full-time equivalents	214	220	-6
<b>Share</b>				
Earnings per share incl. revaluation effect <sup>3</sup>	CHF	5.43	5.61	-3.2
Earnings per share excl. revaluation effect <sup>3</sup>	CHF	3.96	4.26	-7.0
Net asset value (NAV) per share before deferred taxes on cut-off date	CHF	163.20	163.85	-0.4
Net asset value (NAV) per share after deferred taxes on cut-off date	CHF	146.70	148.10	-0.9
Share price on cut-off date	CHF	187.60	192.40	-2.5
<b>Valuation on cut-off date</b>				
Market capitalisation <sup>7</sup>	CHF million	2 982.8	3 058.6	-2.5
Enterprise value (EV) <sup>8</sup>	CHF million	5 016.2	5 030.2	-0.3

\* Should no further particulars be given, values referring to the income statement concern the 1<sup>st</sup> half-year, and balance sheet values the cut-off date on 30.06.2020 or as at 31.12.2019. The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly. The presentation of alternative performance measures can be found at [www.allreal.ch](http://www.allreal.ch)

<sup>1</sup> Changes in quantum and percentage values are shown as absolute difference

<sup>2</sup> Income resulting from rental of investment real estate plus completed project volume Projects & Development division

<sup>3</sup> Revaluation effects correspond to gains from the revaluation of investment real estate less deferred taxes on revaluation

<sup>4</sup> Finance liabilities minus cash as percentage of equity

<sup>5</sup> Income from realisation in Projects & Development, sales Development, capitalised company-produced assets and various revenues minus direct expenses from realisation Projects & Development and sales Development

<sup>6</sup> Earnings from realisation Projects & Development in percent of income from realisation Projects & Development

<sup>7</sup> Stock price at cut-off date multiplied by the number of outstanding shares

<sup>8</sup> Market capitalisation plus net finance debts

# Real estate at a glance

		1 <sup>st</sup> half-year 2020 as at 30.06.2020*	1 <sup>st</sup> half-year 2019 as at 31.12.2019*	Change in % <sup>1</sup>
<b>Yield-producing properties</b>				
Residential real estate on cut-off date	number	21	21	0
Commercial real estate on cut-off date	number	43	43	0
Market value on cut-off date	CHF million	4 257.3	4 242.4	0.4
Rental income from investment real estate	CHF million	100.1	101.9	-1.8
Vacancy rate <sup>2</sup>	%	1.5	1.9	-0.4
Real estate expenses	CHF million	-13.2	-11.4	15.8
Real estate expenses	in % of rental income	13.2	11.2	2.0
Gross yield <sup>3</sup>	%	4.7	5.0	-0.3
Net yield <sup>4</sup>	%	4.1	4.4	-0.3
<b>Investment real estate under construction</b>				
Buildings on cut-off date	number	2	2	0
Market value on cut-off date	CHF million	134.6	99.6	35.1
<b>Development real estate</b>				
Book value of development reserves on cut-off date	CHF million	146.0	134.9	8.2
Estimated investment volume development reserves	CHF million	454.1	454.1	0.0
Book value buildings under construction on cut-off date	CHF million	38.9	31.9	21.9
Estimated investment volume of buildings under construction	CHF million	74.0	74.0	0.0
Book value completed real estate on cut-off date	CHF million	0.0	0.4	-

\* Should no further particulars be given, values referring to the income statement concern the 1<sup>st</sup> half-year, and balance sheet values the cut-off date on 30.06.2020 or as at 31.12.2019. The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly. The presentation of alternative performance measures can be found at [www.allreal.ch](http://www.allreal.ch)

<sup>1</sup> Changes in quantum and percentage values are shown as absolute difference

<sup>2</sup> In percent of target rental income, cumulative as at cut-off date

<sup>3</sup> Rental income from investment real estate in percent of continued market value of yield-producing properties as at 1 January

<sup>4</sup> Rental profit from investment real estate in percent of continued market value of yield-producing properties as at 1 January

# Table of contents

Half-year report	5
Consolidated half-year financial statements of Allreal Group	10
Additional information	14
Organisation and schedule	16

# Sound 2020 Half-year Results

- Operating net profit gratifyingly stable despite challenging environment
- Market value of investment real estate with revaluation gains at previous year's level
- Projects & Development with respectable results and high margins in third-party activities
- Accounting changeover from IFRS to Swiss GAAP FER
- A positive net income expected for the entire 2020 financial year

Due to the corona crisis in the first half of 2020, Allreal was confronted with unusual problems that required quick and pragmatic action. Owing to the rapid change of social and economic life, fast and uncomplicated solutions were needed concerning both rental income from yield-producing properties and Project & Development's project business. Despite these challenges, the company achieved a very sound performance in the period under review. Allreal reported net profit including revaluation gains of CHF 86.4 million resulting from the rental of real estate and activities of the Projects & Development division (1<sup>st</sup> half 2019: CHF 89.2 million). The result is again characterised by a revaluation of the portfolio by CHF 27.7 million (1<sup>st</sup> half 2019: CHF 30.2 million).

Compared to the result reported for the same period the previous year, net profit decreased by only 3.1 percent, essentially due to positive tax-related one-off effects of CHF 3.0 million arising the previous year.

Both divisions, Real Estate and Projects & Development, made a positive contribution to operating net income of CHF 63.0 million in the period under review. Compared to the previous year, this represents a decline of 6.5 percent (1<sup>st</sup> half 2019: CHF 67.4 million).

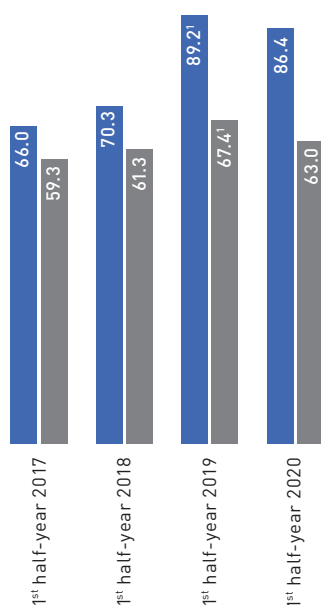
On the cut-off date, Allreal's share closed at CHF 187.60, or 2.5 percent below the closing price on 31 December 2019. Compared to industry indices and the overall market, the share price developed well. Including profit distribution in April 2020 of CHF 6.75 per share, the overall performance in the period under review is reported as 1.0 percent. Market capitalisation on the cut-off date amounted to CHF 2.98 billion.

## Real Estate division again with convincing results

The Real Estate division achieved a strong result despite the unusual situation brought about by the corona crisis and the connected lockdown.

Rental income in the first half of 2020 decreased by CHF 1.8 million to CHF 100.1 million (1<sup>st</sup> half 2019: CHF 101.9 million). Portfolio changes made in the previous year and owner occupation by Allreal of the office building on Lindbergh-Allee 1 in Glattpark ZH from the beginning of the current year account for CHF 1.3 million of the discrepancy.

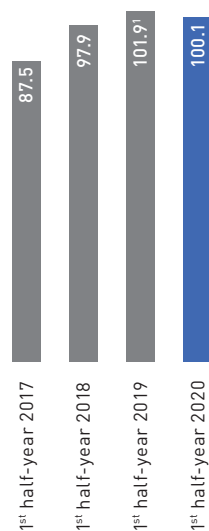
Net profit  
CHF million



- Net profit incl. revaluation effect
- Net profit excl. revaluation effect

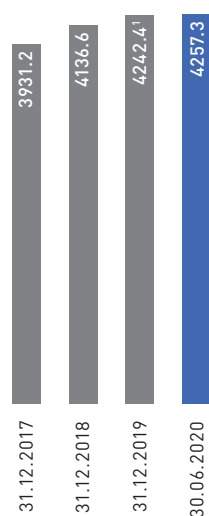
<sup>1</sup> Previous year's figures restated

**Income from investment real estate**  
CHF million



<sup>1</sup> Previous year's figures restated

**Yield-producing properties**  
CHF million



<sup>1</sup> Previous year's figures restated

In the course of the corona crisis, Allreal acceded to various requests for rent deferment quickly and unbureaucratically. In this regard, tenants renting commercial space from Allreal and affected most severely were waived up to two months' rent within a period of only a few weeks on an individual basis and under private law. From today's perspective, the associated loss of earnings amounted to about CHF 1.4 million.

Cumulated vacancy rate continued to decline in the first half of 2020 and amounted to a record-low 1.5 percent on the cut-off date (31.12.2019: 2.2%). Several successful rental agreements contributed to this positive development. For instance, rental agreements were signed for available space in the Baarermatte commercial building in Baar ZG. In addition, the relocation of Allreal's own headquarters to Lindbergh-Allee 1 in Glattpark ZH contributed toward the decline. In terms of residential space, the last available apartments on Fangletenstrasse in Bülach ZH were successfully rented for the first time. Based on the low number of rental agreements up for renewal and the high quality of facility management, Allreal expects the vacancy rate for the entire year to remain low.

Direct expenses for yield-producing properties in the period under review amounted to CHF 13.2 million, representing an expense rate of 13.2 percent (1<sup>st</sup> half 2019: CHF 11.4 million / 11.2%). The expected increase compared to the previous year is due to a higher number of ongoing refurbishment projects.

Despite the higher real estate expenses, net yield of yield-producing properties amounted to excellent 4.1 percent (1<sup>st</sup> half 2019: 4.4%).

The portfolio of investment real estate remained constant in the period under review. On the cut-off date it consisted of 64 yield-producing properties (21 residential and 43 commercial properties) and 2 investment real estate properties under construction.

The valuation of the 66 investment real estate properties carried out by an external real estate valuer on 30 June 2020 resulted in an appreciation of CHF 27.7 million. Of this amount, CHF 10.2 million refers to the portfolio of yield-producing properties and CHF 17.5 million to investment real estate under construction.

The value increase of the portfolio is due mainly to lower discount rates for investment real estate under construction. Work on the residential project on Grünhof-Areal in Zurich Aussersihl and on the office building on Hardstrasse 301 in Zurich-West is progressing according to schedule. The two properties with a target income of CHF 6.6 million in total enjoy a high preoccupancy rate and will be transferred to the portfolio of yield-producing properties within the coming twelve months.

The total value of the portfolio of investment real estate on the cut-off date amounted to CHF 4.39 billion (31.12. 2019: CHF 4.34 billion). The market value of the residential properties reported in the portfolio of yield-producing properties amounted to CHF 1.01 billion and that of commercial buildings to CHF 3.24 billion. The market value of investment real estate under construction amounted to CHF 134.6 million.

The Real Estate division reported net income for the period under review excluding revaluation effect of CHF 58.6 million (1<sup>st</sup> half 2019: CHF 63.0 million). This corresponds to a share of the Group's operating net income of 92.4 percent.

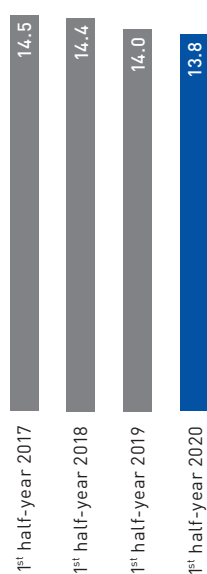
### Stable development of Projects & Development division despite project postponements

In the Projects & Development division, Allreal provides services concerning the development and the realisation of projects for third parties, buys and sells development real estate, and plans and implements own projects. Income from Projects & Development in the first half of 2020 amounted to CHF 24.6 million (1<sup>st</sup> half 2019: CHF 28.1 million). This represents an expected decline of 12.5 percent compared to the same period the previous year. On the one hand, income from Realisation Projects & Development declined, compared to the first half 2019, due partly to project postponements owing to the corona crisis. On the other hand, income from the sale of development real estate was reported clearly lower.

In the period under review, Allreal strengthened the division by appointing Simon Räsamen as new Head Realisation. He joined Group Management and is responsible for the Realisation department with effect from 1 June 2020.

Income from Realisation Projects & Development for the first half 2020 amounted to CHF 18.8 million, a decline of 9.2 percent compared to the previous year (1<sup>st</sup> half 2019: CHF 20.7 million). The gross margin reported from the development and implementation of projects for third parties amounted to a high 13.8 percent (1<sup>st</sup> half 2019: 14.0%).

Gross margin third-party projects  
Projects & Development division  
in percent

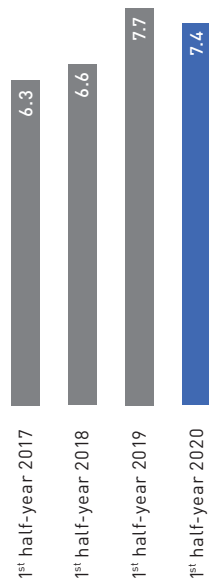


Income resulting from the sale of residential real estate in Zufikon AG and Bülach ZH amounted to CHF 1.6 million (1<sup>st</sup> half 2019: CHF 3.4 million). Demand for residential ownership remains excellent. For the project on Florenstrasse in Winterthur ZH, despite limitations brought about by the lockdown, Allreal is in possession of letters of intent for 44 of the 51 condominiums. Following the cut-off date, Allreal acquired land suitable for residential construction and attractive potential for development for CHF 31.5 million located at Badenerstrasse 501-505 in Zurich Albisrieden.

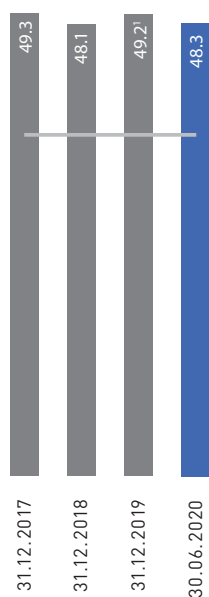
Operating expense of the Projects & Development division of CHF 22.9 million for the first half 2020 was reported about 5.8 percent below the comparable amount of the previous year (1<sup>st</sup> half 2019: CHF 24.3 million).

The Development department again made a significant contribution to the Group's successful and profitable business activity by means of own and third-party projects, the participation in several project competitions and the demanding search for suitable land with promising development potential.

Return on equity (RoE)  
incl. revaluation effect  
in percent



Equity ratio  
in percent



— Minimum 35%

<sup>1</sup> Previous year's figures restated

The large third-party projects are mostly proceeding according to schedule. Allreal is implementing a project for Helvetia Insurance Group comprising 13 five-storey apartment buildings and a total of 180 rental units plus an underground parking garage on Bellariarain in Zurich Wollishofen. The construction sum amounts to about CHF 60 million. Transfer to the owners is scheduled for end of this year.

In Glattbrugg ZH, Allreal is implementing a three-storey data centre for Interxion in the Bäuler industrial area comprising 7,132 square metres of useful space. The sum of the construction trades in Allreal's responsibility amounts to about CHF 30 million.

Construction work on the Letzi Turm project in Zurich Altstetten commenced at the beginning of summer. In the course of the coming two years, Allreal as total contractor will realise two 70-metre residential high-rise buildings for Swiss Federal Railways comprising 178 rental units. The order volume is about CHF 70 million.

Project volume completed by the Realisation department in the first half of 2020 amounted to CHF 178.6 million (1<sup>st</sup> half 2019: CHF 178.9 million). Of this amount, CHF 135.7 million, or 76.0 percent, referred to third-party projects and CHF 42.9 million, or 24.0 percent, to own projects for sale to third parties or for the own portfolio. Allreal expects the volume of projects completed in the second half of 2020 to increase.

The order backlog secured on the cut-off date amounts to about CHF 772 million. In the period under review, Allreal recorded a gratifying order intake of about CHF 131 million, ensuring capacity utilisation for about 24 months.

The Projects & Development division reported net income of CHF 4.8 million for the period under review (1<sup>st</sup> half 2019: CHF 5.9 million). This corresponds to a 7.6 percent share in the Group's net income.

### Long-term and well secured financing

Financial liability as per 30 June 2020 grew by CHF 80.8 million to CHF 2.08 billion (31.12.2019: CHF 2.00 billion). Of this amount, bond issues account for 57 percent, fixed mortgage loans for 29 percent and fixed advances for 14 percent.

On the cut-off date, the average interest rate for financial debt amounted to 0.83 percent, or five base points below the comparable value on 31 December 2019. The average duration of the fixed-interest period on the cut-off date amounted to 49 months.

Credit limits available short-term on the cut-off date amounted to CHF 653 million. They continue to provide the company with a high level of entrepreneurial freedom and space for financial manoeuvre.

As per 30 June 2020, Allreal's equity ratio amounted to 48.3 percent, net gearing to 87.2 percent and interest coverage ratio to 10.9 (31.12.2019: 49.7%/83.8%/10.2).



Allreal reports according to Swiss GAAP FER as at 1 January 2020, reactively (previously IFRS). As a result, the company simplifies its financial reporting while maintaining high transparency and significance.

#### **Outlook on the 2020 financial year**

Based on the 2020 half-year financial statements, Allreal is confident to report good results for the entire 2020 financial year, despite great uncertainties about further economic development.

Owing to the low number of commercial leases up for extension or renewal, the Real Estate division expects the vacancy rate to remain low. The income situation will remain predictable even when taking into consideration constantly developing real estate expenses. The loss of earnings as a result of COVID-19 is, from today's perspective, acceptable, and operating net income for the entire financial year close to that reported for the previous year is feasible.

While pressure on prices and margins remains a determining issue in Projects & Development, the division expects to report stable development of results. This expectation is based on a slight growth in project volume in both of its two departments, Development and Realisation, due to a high order backlog and full capacity utilisation. Consistent focus on profitable projects for discerning and quality-conscious customers and for the own portfolio continues to ensure a profitable business activity.

The insecurities which emerged at the outbreak of the corona crisis concerning short-term business development can currently be assessed more reliably. Allreal expects operating net profit for the entire financial year to be reported below that of the record result for 2019, but higher than in 2018, owing to lower profits derived from development real estate and delays in the progress of individual projects.

The Board of Directors and Group Management express their gratitude to all employees for their contribution in these extraordinary and demanding times and to customers and shareholders for their trust and support.

Ralph-Thomas Honegger  
Chairman

Roger Herzog  
Chief Executive Officer

# Consolidated half-year financial statements of Allreal Group

## Consolidated statement of comprehensive income

CHF million	1 <sup>st</sup> half-year 2020	1 <sup>st</sup> half-year 2019 restated <sup>1</sup>
Income from renting investment real estate	100.1	101.9
Income from realisation Projects & Development	135.7	147.4
Income from sales Development	12.1	22.4
Diverse income	0.9	0.6
<b>Operating income</b>	<b>248.8</b>	<b>272.3</b>
Direct expenses for rented investment real estate	-13.2	-11.4
Direct expenses from realisation Projects & Development	-116.9	-126.7
Direct expenses from sales Development	-10.5	-19.0
<b>Direct operating expenses</b>	<b>-140.6</b>	<b>-157.1</b>
Personnel expenses	-20.0	-20.8
Other operating expenses	-5.3	-5.7
<b>Operating expenses</b>	<b>-25.3</b>	<b>-26.5</b>
<b>Capitalised company-produced assets</b>	<b>3.3</b>	<b>3.4</b>
Higher valuation of yield-producing properties	23.1	39.3
Lower valuation of yield-producing properties	-12.9	-15.0
Higher valuation of investment real estate under construction	17.5	5.9
Lower valuation of investment real estate under construction	0.0	0.0
<b>Earnings from revaluation of investment real estate</b>	<b>27.7</b>	<b>30.2</b>
<b>EBITDA</b>	<b>113.9</b>	<b>122.3</b>
Depreciation other property, plant and equipment	-0.1	-0.1
Amortisation intangible assets	0.0	-0.1
<b>Operating profit (EBIT)</b>	<b>113.8</b>	<b>122.1</b>
Financial income	1.2	0.7
Financial expense	-9.1	-9.6
<b>Net profit before tax</b>	<b>105.9</b>	<b>113.2</b>
Tax expense	-19.5	-24.0
<b>Net profit</b>	<b>86.4</b>	<b>89.2</b>
Earnings per share in CHF	5.43	5.61
Diluted earnings per share in CHF	5.43	5.61

<sup>1</sup> The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly, see section 2 of the selected notes

## Consolidated balance sheet

CHF million	30.06.2020	31.12.2019 restated <sup>1</sup>
Yield-producing properties	4 257.3	4 242.4
Investment real estate under construction	134.6	99.6
Other property, plant and equipment	6.3	1.5
Financial assets	114.2	118.8
Intangible assets	0.1	0.1
Deferred tax assets	17.4	19.5
<b>Non-current assets</b>	<b>4 529.9</b>	<b>4 481.9</b>
Development real estate	185.1	167.6
Trade receivables	55.3	56.1
Other receivables	4.6	1.9
Cash	48.8	29.8
<b>Current assets</b>	<b>293.8</b>	<b>255.4</b>
<b>Assets</b>	<b>4 823.7</b>	<b>4 737.3</b>
Share capital	15.9	15.9
Capital reserves	576.3	628.0
Treasury shares	-6.7	-7.1
Retained earnings	1 746.6	1 715.8
<b>Equity</b>	<b>2 332.1</b>	<b>2 352.6</b>
Borrowings	1 467.2	1 598.4
Deferred tax liabilities	280.1	270.1
Long-term provisions	1.3	1.3
<b>Long-term liabilities</b>	<b>1 748.6</b>	<b>1 869.8</b>
Trade payables	75.5	75.1
Prepayments for development real estate	4.4	0.0
Current tax liabilities	15.3	9.1
Other current liabilities	24.1	22.2
Provisions	8.7	5.5
Short-term borrowings	615.0	403.0
<b>Short-term liabilities</b>	<b>743.0</b>	<b>514.9</b>
<b>Liabilities</b>	<b>2 491.6</b>	<b>2 384.7</b>
<b>Equity and liabilities</b>	<b>4 823.7</b>	<b>4 737.3</b>

<sup>1</sup> The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly, see section 2 of the selected notes

## Consolidated statement of changes in shareholders' equity

CHF million	Retained earnings						Total <sup>1</sup>
	Share capital	Capital reserves	Treasury shares	Hedging reserves <sup>1</sup>	Revaluation reserves	Other retained earnings <sup>1</sup>	
<b>As at 31 December 2018 according to IFRS</b>	<b>15.9</b>	<b>731.3</b>	<b>-8.9</b>	<b>-15.7</b>	<b>259.5</b>	<b>1 236.7</b>	<b>2 218.8</b>
Reconciliation from IFRS to Swiss GAAP FER <sup>1</sup>				15.7		-24.0	-8.3
<b>As at 1 January 2019 according to Swiss GAAP FER</b>	<b>15.9</b>	<b>731.3</b>	<b>-8.9</b>	<b>-</b>	<b>259.5</b>	<b>1 212.7</b>	<b>2 210.5</b>
Net profit						89.2	89.2
Purchase treasury shares			0.0				0.0
Sale treasury shares			0.0			0.0	0.0
Distribution to shareholders		-103.3					-103.3
Share-based reimbursement			0.2				0.2
Reclassification					21.3	-21.3	0.0
<b>As at 30 June 2019</b>	<b>15.9</b>	<b>628.0</b>	<b>-8.7</b>	<b>-</b>	<b>280.8</b>	<b>1 280.7</b>	<b>2 196.7</b>
Net profit						154.0	154.0
Purchase treasury shares			0.0				0.0
Sale treasury shares			1.6			0.3	1.9
Share-based reimbursement			0.0				0.0
Reclassification					78.9	-78.9	0.0
<b>As at 31 December 2019</b>	<b>15.9</b>	<b>628.0</b>	<b>-7.1</b>	<b>-</b>	<b>359.7</b>	<b>1 356.1</b>	<b>2 352.6</b>
Net profit						86.4	86.4
Sale treasury shares			0.2			0.0	0.2
Distribution to shareholders		-51.7				-55.6	-107.3
Share-based reimbursement			0.2				0.2
Reclassification					23.4	-23.4	0.0
<b>As at 30 June 2020</b>	<b>15.9</b>	<b>576.3</b>	<b>-6.7</b>	<b>-</b>	<b>383.1</b>	<b>1 363.5</b>	<b>2 332.1</b>

<sup>1</sup> The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly, see section 2 of the selected notes

## Consolidated cash flow statement

CHF million	1 <sup>st</sup> half-year 2020	1 <sup>st</sup> half-year 2019 restated <sup>1</sup>
Net profit before tax	105.9	113.2
Net financial expense	7.8	9.0
Earnings from revaluation of investment real estate	-27.7	-30.2
Depreciation other property, plant and equipment	0.1	0.1
Depreciation intangible assets	0.0	0.1
Capitalisation of company-produced assets in development real estate	-0.7	-1.0
Share-based reimbursement	0.2	0.2
Other items	1.3	1.6
<b>Change in development real estate</b>	<b>-17.0</b>	<b>-18.2</b>
Change in trade receivables	0.9	7.0
Change in other receivables	-2.8	-0.9
Change in provisions	3.2	0.4
Change in trade payables	0.8	8.5
Change in down payments for development real estate	3.8	0.2
Change in other current liabilities	2.5	-1.5
Cost of finance paid	-10.5	-11.5
Financial income received	0.7	0.7
Income tax paid	-0.3	-16.2
<b>Cash flow from operating activities</b>	<b>68.2</b>	<b>61.5</b>
Investment in yield-producing properties	-4.8	-4.2
Investment in investment real estate under construction	-17.4	-9.6
Acquisition of other property, plant and equipment	-4.9	-0.2
Investment in intangible assets	-0.1	-0.1
Increase in financial assets	-0.6	-1.2
Decrease in financial assets	5.0	4.9
<b>Cash flow from investing activities</b>	<b>-22.8</b>	<b>-10.4</b>
Increase in borrowings	177.0	219.0
Decrease in borrowings	-96.3	-169.2
Purchase treasury shares	0.0	0.0
Sale treasury shares	0.2	0.0
Distribution to shareholders	-107.3	-103.3
<b>Cash flow from financing activities</b>	<b>-26.4</b>	<b>-53.5</b>
<b>Change in cash</b>	<b>19.0</b>	<b>-2.4</b>
Cash at 1 January	29.8	40.6
<b>Cash at 30 June 2020</b>	<b>48.8</b>	<b>38.2</b>

<sup>1</sup> The consolidated half-year financial statements 2020 were prepared in accordance with Swiss GAAP FER for the first time. The previous year's figures have been restated accordingly, see section 2 of the selected notes

# Additional information

## Information on investment real estate properties

	City of Zurich		Rest of Canton Zurich		Other regions		Total real estate		
	2020*	2019*	2020*	2019*	2020*	2019*	2020*	2019*	
<b>Residential real estate</b>									
number	6	6	11	11	4	4	21	21	
Living space	000 m <sup>2</sup>	25	25	93	93	18	18	136	136
Vacancy rate <sup>1</sup>	%	0.8	1.2	2.7	4.9	1.5	1.4	2.1	3.8
Rental income	CHF million	4.6	4.1	11.1	10.8	2.5	2.5	18.3	17.5
Earnings on property <sup>2</sup>	CHF million	4.4	3.7	8.6	9.5	2.1	1.8	15.0	15.0
Gross yield	%	3.4	3.7	3.6	3.8	3.9	4.2	3.6	3.8
Net yield <sup>3</sup>	%	3.2	3.3	2.8	3.3	3.3	3.1	3.0	3.3
Acquisition value	CHF million	187.4	187.3	375.7	375.9	84.4	84.4	647.5	647.4
Market value	CHF million	277.2	273.4	612.0	611.8	125.0	125.0	1 014.2	1 010.2
Average market value by property	CHF million	46.2	45.6	55.6	55.6	31.3	31.3	48.3	48.1
Change in market value <sup>4</sup>	CHF million	3.7	10.4	0.2	2.5	0.0	0.0	3.9	12.9
<b>Commercial real estate</b>									
number		19	19	15	15	9	9	43	43
Floor space	000 m <sup>2</sup>	317	317	219	219	90	90	626	626
Vacancy rate <sup>1</sup>	%	0.6	0.4	1.7	1.8	2.9	3.8	1.3	1.5
Rental income	CHF million	44.4	44.5	23.9	26.1	13.5	14.5	81.8	85.1
Earnings on property <sup>2</sup>	CHF million	38.0	38.9	21.9	23.8	11.9	13.5	71.8	76.2
Gross yield	%	4.7	5.0	5.2	5.5	6.2	6.3	5.1	5.3
Net yield <sup>3</sup>	%	4.1	4.4	4.8	5.0	5.4	5.9	4.4	4.8
Acquisition value	CHF million	1 620.8	1 616.2	964.1	964.2	531.7	531.6	3 116.6	3 111.9
Market value	CHF million	1 892.1	1 874.4	917.4	919.9	433.6	438.0	3 243.1	3 232.3
Average market value by property	CHF million	99.6	98.7	61.2	61.3	48.2	48.7	75.4	75.2
Change in market value <sup>4</sup>	CHF million	13.0	22.3	-2.5	-8.6	-4.2	-2.8	6.3	10.9
<b>Investment real estate under construction</b>									
number		2	2					2	2
Land area	000 m <sup>2</sup>	9	9					9	9
Acquisition value	CHF million	89.2	71.7					89.2	71.7
Market value	CHF million	134.6	99.6					134.6	99.6
Change in market value <sup>4</sup>	CHF million	17.5	5.9					17.5	5.9
Investment volume	CHF million	115.8	116.9					115.8	116.9

\* Should no further particulars be given, values referring to the income statement and yield information concern the 1<sup>st</sup> half-year, and balance sheet values the cut-off date on 30.06.2020 or as at 31.12.2019

<sup>1</sup> In percent of target rental income, cumulative as at cut-off date

<sup>2</sup> Rental income minus real estate expenses

<sup>3</sup> Rental earnings in percent of continued market value on 1 January

<sup>4</sup> From revaluation in first half-year 2019 or 2020, respectively

## Key share data

		1 <sup>st</sup> half-year 2020 or 30.06.2020	1 <sup>st</sup> half-year 2019 or 31.12.2019
Issued share capital on cut-off date	CHF million	15.9	15.9
Authorised capital on cut-off date	CHF million	1.0	1.0
Conditional capital on cut-off date	CHF million	1.0	2.7
Issued shares on cut-off date	number	15 942 821	15 942 821
Treasury shares on cut-off date	number	43 125	45 708
Outstanding shares on cut-off date <sup>1</sup>	number	15 899 696	15 897 113
Annual average of outstanding shares <sup>2</sup>	number	15 899 887	15 889 169
Market price high	CHF	222.00	197.70
Market price low	CHF	161.80	155.90
Share price on cut-off date	CHF	187.60	192.40
Market capitalisation on cut-off date <sup>3</sup>	CHF million	2 982.8	3 058.6
Average trading volume per day (on exchange)	Number of shares	34 659	21 226

<sup>1</sup> Number of shares issued minus treasury shares

<sup>2</sup> Average number of shares outstanding (diluted)

<sup>3</sup> Share price on cut-off date multiplied by the number of outstanding shares on cut-off date

## Share statistics

Share type	Registered share
Par value per share	CHF 1
Securities number	883 756
SIX symbol	ALLN
ISIN	CH0008837566
Bloomberg	ALLN SW
Reuters	ALLN.S

## Shareholder structure as at 30 June 2020

Number of shares	Number of shareholders	Number of shares	%
> 478 284 shares (> 3%)	4	3 521 111	22.1
100 001–478 284 shares	16	3 981 355	25.0
10 001–100 000 shares	97	2 702 618	16.9
1001–10 000 shares	372	1 153 258	7.2
1–1000 shares	3 281	678 945	4.3
<b>Total registered</b>	<b>3 770</b>	<b>12 037 287</b>	<b>75.5</b>
Not registered		3 905 534	24.5
<b>Total shares</b>		<b>15 942 821</b>	<b>100.0</b>

36.7% of the share capital is owned by pension funds and insurance companies and 8.2% by natural persons. A further 30.6% is owned by other legal entities as well as funds, investment companies, foundations and banks. 24.5% of the share capital has not been submitted for registration in the share register. Foreign investors own 9.8% (registered shares).

# Organisation and schedule

## Structure and addresses

---

**Allreal Holding AG**  
**Allreal Finanz AG**  
Grabenstrasse 25, CH-6340 Baar

---

**Allreal Home AG**  
**Allreal Office AG**  
**Allreal Toni AG**  
**Allreal Vulkan AG**  
**Allreal West AG**  
**Apalux AG**  
Lindbergh-Allee 1, CH-8152 Glattpark

---

**Allreal Generalunternehmung AG**  
Lindbergh-Allee 1, CH-8152 Glattpark  
Zieglerstrasse 53, CH-3007 Bern

---

**Bülachguss AG**  
Lindbergh-Allee 1, CH-8152 Glattpark

Only the German version of this Half-year Report is legally binding.  
The interactive online Half-year Report is available at <http://ir.allreal.ch>.

### Contacts

**Roger Herzog**  
CEO  
T +41 44 319 12 04  
[roger.herzog@allreal.ch](mailto:roger.herzog@allreal.ch)

**Thomas Wapp**  
CFO  
T +41 44 319 14 88  
[thomas.wapp@allreal.ch](mailto:thomas.wapp@allreal.ch)

**Reto Aregger**  
Chief Communications Officer  
T +41 44 319 12 67  
[reto.aregger@allreal.ch](mailto:reto.aregger@allreal.ch)

### Schedule

2020 Annual results  
24 February 2021

2021 Annual general meeting  
16 April 2021

2021 Half-year results  
25 August 2021

2021 Annual results  
23 February 2022

2022 Annual general meeting  
8 April 2022

### Share register

Responsibility for address changes and other changes in the share register lies with:

[areg.ch](http://areg.ch) ag  
Fabrikstrasse 10  
CH-4614 Hägendorf  
T +41 62 209 16 60  
F +41 62 209 16 69  
[info@areg.ch](mailto:info@areg.ch)  
[www.areg.ch](http://www.areg.ch)

### Publisher

Allreal Holding AG  
Grabenstrasse 25  
CH-6340 Baar  
T +41 41 711 33 03  
[www.allreal.ch](http://www.allreal.ch)

### Publishing details

**Text and editorial office**  
Corporate Communications  
Allreal, CH-8152 Glattpark

**Graphic design**  
WBG AG  
für visuelle Kommunikation,  
CH-8045 Zurich

**Layout/Prepress/Press**  
Linkgroup AG, CH-8008 Zurich

Printed on PlanoJet