INTERIM REPORT
Q1.2012

In thousands of EUR		Consolidated three months ended March 2012	Consolidated three months ended March 2011	Change	Change in %
Consolidated income statement					
Revenues		50,674	48,962	1,712	3.5
EBITDA [1]		2,657	5,216	(2,559)	(49.1)
Profit for the period [2]		951	568	383	67.4
Financial position and liquidity					
Net cash provided by / (used in) operating activities		5,750	(961)	6,711	698.3
Working capital		38,718	48,997	(10,279)	(21.0)
Capital expenditure [3]		11,257	4,305	6,952	161.5
Total assets		317,584	245,510	72,074	29.4
Operating figures					
Basic earnings per share	EUR	0.05	0.03	0.02	66.7
Operating cash flow per share	EUR	0.32	(0.06)	0,38	633,3
Equity ratio	%	51.1	65.6	(14.5)	(22.1)
Headcount	at month's end	4,046	3,555	491	13.8

1) EBITDA is defined as operating profit for the period before depreciation, amortization, impairment, financial result, share of profits of associates, non-recurring items (exceptional items) and income tax expense. The Group presents EBITDA because management believes it is a useful measure in evaluating the Group's operating performance. EBITDA is not a measure of operating performance or liquidity under IFRS. EBITDA as presented may not be comparable to measures with similar names as presented by other companies.

2) Including profits (loss) of non-controlling interest.

3) Capital expenditure (CAPEX) is defined as expenditure for property, plant and equipment, intangible assets and the change in deposits paid.

DEAR SHAREHOLDERS, DEAR FRIENDS OF OUR COMPANY,

We started the year with the positive momentum resulting from the acquisitions conducted at the end of last year and the target to work hard to move on from the adverse effects of the flood disaster in Thailand which we had experienced in the fourth quarter of 2011.

The first three months of 2012 were mainly characterized by the integration of the newly acquired businesses into the SMARTRAC Group, the adaption of structures and processes to generate synergies, and the further ramp-up of production capacity at the sites in Thailand and Malaysia.

On March 1, 2012, group-wide branding activities were launched to further strengthen the trusted SMARTRAC brand, to reinforce global visibility of the brand and to support the integration of the newly acquired companies into the Group. The motto “Combining the Best” was established as guiding principle for the integration process and the intended value creation for customers, business partners, employees, and further stakeholders of the Company.

As part of the branding measures, KSW Microtec AG changed its company name to SMARTRAC TECHNOLOGY Dresden GmbH. The change of name results from the Group’s strategy to unite its core business under the family brand “SMARTRAC” and is a sign of togetherness and commitment to the same values and principles.

On March 31, 2012, SMARTRAC completed the acquisition of UPM RFID following clearance by all competent authorities. The acquisition further strengthens the Company's product offering, technology platform, R&D capabilities, global footprint, manufacturing capacity, and adds very experienced and capable teams in Finland, the U.S., and China to SMARTRAC's unique and highly dedicated global team.

Market-wise, the favorable development of the Company's tickets and labels business continued over the first three months of the year. Order entry in the Company's eID and Cards business also continued to develop positively.

Total sales for the three-month period ended March 31 increased by 4 percent from EUR 49 million in 2011 to EUR 51 million in 2012 mainly resulting from the positive business development in the Industry Segment.

EBITDA for the first quarter of 2012, as per definition, excludes extraordinary costs for restructuring, extraordinary costs related to the flood in Thailand, as well as extraordinary acquisition costs. In total Group EBITDA from January to March decreased from EUR 5 million in 2011 to EUR 3 million in 2012. The EBITDA margin accounted for 5 percent in the first quarter of 2012 compared with 11 percent a year ago. This development is mainly attributable to the missing profitability contribution from the production facilities in Thailand in the first quarter of 2012 due to the ongoing consequences of the flood as compared with the first three months of 2011.

Profit for the first quarter increased by 67 percent from EUR 0.6 million in 2011 to EUR 1 million in 2012.This development mainly results from the recognition of first insurance payments related to the flood in Thailand amounting to EUR 6 million which compensated for the missing profitability contribution from the production facilities in Thailand.

SMARTRAC OPERATIONAL DEVELOPMENT

BUSINESS UNITS

SECURITY SEGMENT

The Security Segment consists of the Business Units eID and Cards.

The **eID Business Unit** covers high-security products for government identification documents such as e-passports, national e-ID cards, electronic driver's licenses and electronic visa documents, contactless health cards, electronic social security cards, and electronic permanent resident cards. SMARTRAC is the global market leader for high-security RFID inlays and e-covers for electronic passports worldwide.

In the first three months of 2012, the Business Unit eID still had to cope with effects from the flood disaster in Thailand. Supply of high-security RFID products for e-Passport projects and further high security documents continued on a moderate level to supply the underlying demand. Business Unit eID sales decreased from EUR 19 million in the first three months of 2011 to EUR 14 million in the same period of 2012.

From a strategic perspective, the Business Unit eID in the first three months of 2012 aligned its existing business with the business activities from former KSW Microtec AG (now: SMARTRAC TECHNOLOGY Dresden GmbH) to create synergies and an even stronger product offering and technology base well suited to drive future growth for highly secure identity documents.

The **Cards Business Unit** provides card inlays and transponders for public transport, access control, e-Payment, and active card applications and caters to card manufacturers as well as multinational system integrators with their own card manufacturing capabilities.

With the acquisition of former KSW Microtec AG (now: SMARTRAC TECHNOLOGY Dresden GmbH), SMARTRAC further strengthened its product offering and technology platform for card inlay and PRELAM® products. In the first three months of 2012, the Business Unit continued harmonization of products, manufacturing technologies and production resources to offer the best service and product portfolio to its global customer base. Volume ramp-up of card inlay production in Malaysia further progressed over the first quarter of the year. Strategic partnerships with business partners were reinforced and activities in international industry associations continued.

The Business Unit Cards reported sales of EUR 17 million from January to March 2012 compared to sales of EUR 18 million in the same period a year ago. The decline of 7 percent mainly resulted from the missing capacities due to the ramp-up in Thailand.

In total, sales of the Security Segment decreased by 17 percent compared to revenues in the same period of 2011. From January to March 2012, the Security segment accounted for 61 percent of total group sales compared to 76 percent a year ago.

INDUSTRY SEGMENT

The Industry segment consists of the Business Units Industry & Logistics and Tickets & Labels.

The **Business Unit Industry & Logistics** covers RFID tags for a variety of automotive, animal identification, logistics, industry, laundry, waste management, medical, and entry ID applications and does also include the products and business activities of Neology.

Business with the established car immobilizer products and RFID transponders for the automotive industry developed positive in the first quarter of 2012. Revenues in the non-automotive business came in weaker as anticipated due to project delays and the missing capacity due to the ramp-up in Thailand.

From a strategic perspective, the business unit launched several new products and hard tags which are expected to contribute to the future growth of the business unit in both the automotive and the non-automotive business.

From January to March, sales of the Business Unit Industry & Logistics accounted for EUR 8.8 million in 2012 compared to sales of EUR 9.4 million in the same period of 2011.

The **Business Unit Tickets & Labels** covers RFID inlays that cater to tickets and label converters and includes fields of application such as media management for libraries, ticketing for mass transit, apparel tracking, vehicle identification, and many more.

The Business Unit Tickets & Labels was able to continue its very positive business development and increased sales from EUR 2 million in the first three months of 2011 to EUR 8 million in the same period of 2012. The increase mainly resulted from large volume orders in the retail business.

In total, sales of the Industry Segment increased by 69 percent compared to revenues in the same period of 2011. From January to March 2012, the Industry Segment accounted for 38 percent of total group sales compared to 24 percent a year ago.

THE SMARTRAC SHARE

In the first quarter of 2012, the SMARTRAC share price ranged between EUR 11.70 (January 13, 2012) and EUR 9.50 (February 21, 2012). The SMARTRAC share price started at EUR 10.73 at the beginning of the year and closed the three-month period at EUR 10.40. This represents a decrease of 3 percent in the period under review compared to a 14 percent increase of the German DAX and a 13 percent increase of the German TecDAX.

Trading volumes in SMARTRAC shares in the first quarter of 2012 slightly decreased compared with 2011, resulting from a free float of about 3 percent. The average number of shares traded per day on the XETRA trading platform in the period between January and March 2012 was some 800 shares compared to some 1,400 shares a year ago.

On March 31, 2012, the Management Board of SMARTRAC N.V. resolved to utilize SMARTRAC's authorized capital and to increase SMARTRAC's share capital by the issuance of 2,103,886 ordinary shares. Subscription rights for shareholders were excluded. The capital increase was associated with the closing of the transaction with UPM-Kymmene Corporation under which SMARTRAC took over UPM's RFID business while UPM-Kymmene Corporation obtained an indirect economic interest in SMARTRAC of 10.6% via OEP Technologie B.V., a holding company controlled by One Equity Partners, one of the major shareholders of SMARTRAC.

SMARTRAC N.V. and OEP Technologie B.V. furthermore agreed that the new shares will not be admitted to trading on the Regulated Market (Regulierter Markt) of the Frankfurt Stock Exchange for a period of at least twelve month following the registration of the capital increase in the commercial register.

As of March 31, 2012, Manfred Rietzler, Member of the Supervisory Board of SMARTRAC N.V., holds an interest of 8.6 percent in the Company, JP Morgan Chase & Co. (via OEP) holds a total of 78.0 percent of SMARTRAC shares, and UPM-Kymmene Corporation holds an indirect stake of 10.6 percent. The free float according to the definition of the Deutsche Börse amounts to 2.8 percent.

Six brokers comment on the financial figures and operational development of SMARTRAC. The analysts' valuation models and recommendations were partly adjusted in April 2012 as a consequence of the reporting of the full-year figures 2011. SMARTRAC presents a constantly updated overview of the banks and their current recommendations in the Investor Relations section of the website, under 'Research Reports'. Furthermore, SMARTRAC maintains regular and active communication with potential investors, analysts, and the financial community. The publication of the full-year figures on March 28, 2012, was as usual accompanied by a conference call as part of the firmly established communication with the capital market.

FINANCIAL PERFORMANCE

SMARTRAC REPORTS 4 PERCENT YEAR-ON-YEAR SALES GROWTH IN Q1-2012

Group sales of EUR 51 million in the three-month period ending March 31, 2012, represent an increase of 4 percent compared to sales of EUR 49 million in the same period of 2011. Group EBITDA decreased from EUR 5 million from January to March 2011 to EUR 3 million for the same period in 2012.

SMARTRAC reported a negative net financial result of EUR 1.7 million in the first three months of 2012 compared to a negative net financial result of EUR 1.9 million a year ago. The negative net effect in 2012 mainly resulted from conversion effects based on an unfavorable development of the underlying currencies.

Profit for the period from January to March increased from EUR 0.6 million in 2011 to EUR 1 million in 2012. This development mainly results from first insurance payments related to the flood in Thailand amounting to EUR 6 million.

SEGMENT DEVELOPMENT

In the Security Segment (Business Units Cards and eID), sales in the first three months of 2012 reached EUR 31 million, representing a decrease of 17 percent compared to sales of EUR 37 million in the same period of the previous year. Segment EBITDA in the three-month period decreased from EUR 5 million a year ago to EUR 2 million in 2012.

Sales of EUR 20 million in the Industry Segment (Business Units Industry & Logistics and Tickets & Labels) for the first three months of 2012 are 69 percent higher compared to sales of EUR 12 million in the previous year. The Industry Segment reported EBITDA of EUR 1.4 million in the first three months of 2012 compared to an EBITDA of EUR 0.6 million in the same period of 2011.

BALANCE SHEET

As of March 31, 2012, total assets amounted to EUR 318 million as compared with EUR 264 million as of December 31, 2011. The increase in total assets was predominantly related to the inclusion of the assets and liabilities of UPM RFID as well as investments into property, plant and equipment in the first quarter of 2012. Cash and cash equivalents increased by 25 percent from EUR 22 million to EUR 28 million, which is mainly attributable to first insurance payments related to the flood in Thailand.

Inventories increased from EUR 30 million as of December 31, 2011, to EUR 45 million as of March 31, 2012, due to the inclusion of stock from UPM RFID (EUR 6.5 million), the increase of stock to serve the vast demand in the tickets and labels business as well as the ramp-up in Thailand. Trade and non-trade receivables increased from EUR 35 million at the end of 2011 to EUR 46 million on March 31, 2012. This development mainly results from the inclusion of UPM RFID receivables.

From January to March 2012, working capital increased by 40 percent to EUR 39 million compared to EUR 28 million as of December 31, 2011, mainly as a result of the inclusion of UPM RFID.

SMARTRAC's group equity amounted to EUR 162 million as of March 31, 2012, compared to EUR 139 million as of December 31, 2011. The increase in group equity mainly results from the proceeds from the capital increase conducted on March 31, 2012 in order to finance the UPM RFID business. The equity ratio subsequently decreased from 53 percent as of December 31, 2011, to 51 percent as of March 31, 2012.

CASH FLOW STATEMENT

Cash provided by operating activities amounted to EUR 7 million for the first three months of 2012 as compared with EUR 0.3 million used in the same period of the previous year due to favorable cut-off effects in the working capital positions. Net cash provided by operating activities amounted to EUR 6 million as of March 31, 2012, as compared with net cash used in operating activities of EUR 1 million for the first three months of 2011.

Net cash used in investing activities amounted to EUR 7 million as of March 31, 2012, compared with net cash used of EUR 6 million for the same period of 2011. Higher investments in property, plant and equipment in 2012 were counterbalanced by the net cash inflow of EUR 5 million resulting from the acquisition of the UPM RFID business as of March 31, 2012.

Net cash used in financing activities amounted to EUR 7 million compared to net cash used of EUR 0.02 million in the first three months of 2011 and related to the cash inflow from the proceeds of secured loans.

BUSINESS OUTLOOK

The acquisitions conducted at the end of 2011 have further strengthened SMARTRAC's technology base, product portfolio, and market position. The integration of the acquired businesses into the Group targets at delivering customers the best product portfolio, the best service, highest quality, innovation, and best value within SMARTRAC's proven and dedicated business model as a developer, manufacturer, and supplier of RFID transponders and inlays.

With the closing of the UPM RFID transaction on March 31, 2012, SMARTRAC has also adapted part of its organizational structures in order to pool strengths, maximize the effectiveness of the joint business activities and generate Group-wide synergies. Subsequent to the reporting period, the business activities of UPM RFID and the SMARTRAC Tickets & Labels business have been merged in the new Business Unit electronic Product Identification (ePI).

Based on the momentum from the acquisitions, the growth potential of the global RFID industry and the Company's strong market position, SMARTRAC confirms its target to increase Group sales to some EUR 250 million in 2012. In terms of profitability, the SMARTRAC Management will work hard to move on from the adverse effects of the flood disaster in Thailand and to achieve Group EBITDA margins which come close to past levels in the second half of 2012.

For the Management Board

Dr. Christian Fischer
CEO of SMARTRAC

Amsterdam, May 2012

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2012 (2011)

In thousands of EUR	Note	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Revenue	5	50,674	48,962
Cost of sales		(40,928)	(36,384)
Gross profit	**5**	**9,746**	**12,578**
Administrative expenses		(12,495)	(10,310)
Other operating income (expenses)		5,658	91
Total operating expenses		**(6,837)**	**(10,219)**
Operating profit before financial expenses		**2,909**	**2,359**
Financial income		2,947	1,169
Financial expenses		(4,616)	(3,073)
Net financial expenses	**7**	**(1,669)**	**(1,904)**
Share of profit of equity-accounted investees		17	–
Profit before tax		**1,257**	**455**
Income tax benefit / (expenses)	**8**	**(306)**	**113**
Profit for the period attributable to:		**951**	**568**
Owners of the company		948	568
Non-controlling interests		3	–
Profit for the period		**951**	**568**
Foreign exchange translation		(626)	(1,075)
Other comprehensive income/(loss), net of tax		**(626)**	**(1,075)**
Total comprehensive income/(loss) for the period attributable to:		**325**	**(507)**
Owners of the company		322	(507)
Non-controlling interests		3	–
Total comprehensive income/(loss) for the period		**325**	**(507)**
Basic earnings per share (EUR)	9	0.05	0.03
Diluted earnings per share (EUR)	9	0.05	0.03

The accompanying notes (on page 16 to 35) are an integral part of the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

AS AT MARCH 31, 2012 (AND DECEMBER 31, 2011)

In thousands of EUR	Note	Consolidated March 2012	Consolidated December 2011
Assets			
Intangible assets	11	110,540	107,030
Property, plant and equipment	10	74,224	56,371
Investment in jointly controlled entities	1	1,147	1,115
Deferred tax assets		4,445	4,354
Other non-current assets		3,051	4,417
Total non-current assets		**193,407**	**173,287**
Inventories		44,490	29,500
Trade and non-trade receivables		46,009	35,178
Current income tax		736	685
Other current assets		5,261	3,330
Cash and cash equivalents		27,681	22,100
Total current assets		**124,177**	**90,793**
Total assets		**317,584**	**264,080**
Equity			
Share capital	13	9,924	8,872
Share premium	13	133,743	111,624
Translation reserve		1,566	2,192
Retained earnings		14,018	13,070
Equity attributable to owners of the company		**159,251**	**135,758**
Non-controlling interests		3,064	3,061
Total equity		**162,315**	**138,819**
Liabilities			
Secured loans	14	385	1,161
Employee benefits		694	663
Deferred tax liabilities		8,177	6,124
Other non-current liabilities		5,974	6,315
Deferred income from government grants		907	670
Total non-current liabilities		**16,137**	**14,933**
Bank overdraft		347	320
Current portion of secured loans	14	65,674	58,524
Non-secured loans		4,742	459
Trade and non-trade payables		38,333	20,050
Current income tax		1,551	1,286
Provisions	15	5,707	5,322
Other current liabilities		22,778	24,367
Total current liabilities		**139,132**	**110,328**
Total liabilities		**155,269**	**125,261**
Total equity and liabilities		**317,584**	**264,080**

The accompanying notes (on page 16 to 35) are an integral part of the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2012 (2011)

In thousands of EUR	Note	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Cash flows from operating activities			
Profit for the period		951	568
Reconciliation of net profit to net cash provided by / (used in) operating activities:			
Income tax benefit / (expenses)	8	306	(113)
Depreciation and amortization	5	3,596	2,875
Reversal of impairment on fixed assets	5	(11)	(18)
Equity-settled share-based payment transactions	12	48	61
Interest income	7	(7)	(67)
Interest expense	7	1,160	852
Other non cash items		1,955	1,184
Share of profit of jointly controlled entities		(17)	–
Changes in operational assets and liabilities:			
Other non-current assets		–	(50)
Inventories		(8,661)	(1,158)
Trade and non-trade receivables		(4,096)	(2,041)
Other current assets		(1,230)	(1,128)
Employee benefits		31	29
Trade and non-trade payables		16,317	(2,170)
Other non-current liabilities		(341)	438
Other current liabilities and provisions		(2,837)	491
Cash provided by / (used in) operating activities		**7,164**	**(247)**
Interest paid		(876)	(729)
Interest received		7	55
Income taxes received / (paid)		(545)	(40)
Net cash provided by / (used in) operating activities		**5,750**	**(961)**
Cash flows from investing activities			
Purchases of property, plant and equipment		(10,984)	(2,009)
Purchases of intangible assets		(1,505)	(888)
Proceeds from sale of equipment		–	1
Change in deposits paid for property, plant and equipment		1,232	(1,408)
Net cash inflow / (outflow) on business combinations	1	4,521	(438)
Investments in jointly controlled entities		–	(1,253)
Cash proceeds from deferred grants		229	–
Net cash used in investing activities		**(6,507)**	**(5,995)**

In thousands of EUR	Note	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Cash flows from financing activities			
Side costs from capital increase		(20)	–
Proceeds from interest-bearing loans and borrowings and secured loan		7,500	–
Repayments of interest-bearing loans and borrowings and secured loan		(948)	(26)
Net cash provided by / (used in) financing activities		**6,532**	**(26)**
Net change in cash and cash equivalents and bank overdrafts		5,775	(6,981)
Cash and cash equivalents and bank overdrafts at January 1		21,780	49,401
Effect of exchange rate fluctuations on cash and cash equivalents and bank overdrafts		(221)	(280)
Cash and cash equivalents and bank overdrafts at March 31		**27,334**	**42,140**

The accompanying notes (on page 16 to 35) are an integral part of the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTHS ENDED MARCH 31, 2012 (2011)

In thousands of EUR	Note	Issued and paid-up share capital	Share premium	Translation reserve
Balance as at January 1, 2011		**8,167**	**96,743**	**2,051**
Profit for the period		–	–	–
Other comprehensive income / (loss)		–	–	(1,075)
Total comprehensive income / (loss) of the period		**–**	**–**	**(1,075)**
Share-based payment options	12	–	61	–
Balance as at March 31, 2011		**8,167**	**96,804**	**976**
Balance as at January 1, 2012		**8,872**	**111,624**	**2,192**
Profit for the period		–	–	–
Other comprehensive income / (loss)		–	–	(626)
Total comprehensive income / (loss) of the period		**–**	**–**	**(626)**
Share-based payment options	12	–	48	–
Par value of new shares – credited to share capital	13	1,052	–	–
Excess of gross proceeds over par share value credited to share premium	13	–	22,091	–
Transaction costs of the capital increase charged to share premium	13	–	(20)	–
Balance as at March 31, 2012		**9,924**	**133,743**	**1,566**

The accompanying notes (on page 16 to 35) are an integral part of the condensed consolidated interim financial statements.

Retained earnings	Treasury stock	Total	Non-controlling interests	Total equity
54,620	**–**	**161,581**	**–**	**161,581**
568	–	568	–	568
–	–	(1,075)	–	(1,075)
568	**–**	**(507)**	**–**	**(507)**
–	–	61	–	61
55,188	**–**	**161,135**	**–**	**161,135**
13,070	**–**	**135,758**	**3,061**	**138,819**
948	–	948	3	951
–	–	(626)	–	(626)
948	**–**	**322**	**3**	**325**
–	–	48	–	48
–	–	1,052	–	1,052
–	–	22,091	–	22,091
–	–	(20)	–	(20)
14,018	**–**	**159,251**	**3,064**	**162,315**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE THREE MONTHS ENDED MARCH 31, 2012

1. REPORTING ENTITY

SMARTRAC N.V. as the holding company for the SMARTRAC TECHNOLOGY Group (the Group) comprises the following consolidated entities:

Company	Country of incorporation	Date of incorporation/ inclusion	Business type	Ownership and voting interest
Direct Holdings				
SMARTRAC TECHNOLOGY Ltd.	Thailand	January 1, 2000	Manufacturing	100 %
SMARTRAC TECHNOLOGY GmbH	Germany	November 17, 2003	Manufacturing/ Service Center	100 %
SMARTRAC TECHNOLOGY Pte. Ltd.	Singapore	October 7, 2005	Sales Service	100 %
SMARTRAC TECHNOLOGY Brazil B.V.	The Netherlands	February 27, 2007	Holding	100 %
SMARTRAC TECHNOLOGY US Inc.	USA	August 31, 2007	Manufacturing	100 %
SMARTRAC IP B.V.	The Netherlands	January 18, 2007	IP Management	100 %
multitape Holding B.V.	The Netherlands	September 3, 2007	Holding	100 %
SMARTRAC AUTOMATION Sdn. Bhd.	Malaysia	January 21, 2008	Manufacturing	100 %
SMARTRAC German Holding GmbH	Germany	Januar 26, 2007	Holding	100 %
SMARTRAC TECHNOLOGY HONG KONG Ltd.	China	December 10, 2009	Holding	100 %
SMARTRAC Investment B.V.	The Netherlands	May 25, 2011	Holding	100 %
Dalton ID Ltd.	UK	November 11, 2011	Manufacturing	100 %
SMARTRAC Dresden Holding GmbH*	Germany	December 14, 2011	Holding	100 %
SMARTRAC US Holding B.V.	The Netherlands	December 19, 2011	Holding	88 %
SMARTRAC Finland Holding Oy	Finland	March 22, 2012	Holding	100 %
UPM Raflatac RFID Co. Ltd.	China	March 31, 2012	Manufacturing	100 %
UPM RFID Inc.	USA	March 31, 2012	Manufacturing	100 %
Indirect Holdings				
SMARTRAC TECNOLOGIA INDÚSTRIA E COMERCIO DA AMAZÔNIA Ltda.	Brazil	July 15, 2007	Manufacturing	100 %
SMARTRAC Trading Pte. Ltd.	Singapore	March 22, 2007	Trading	100 %
SMARTRAC TECHNOLOGY MALAYSIA Sdn. Bhd.	Malaysia	October 3, 2007	Manufacturing	100 %
SMARTRAC TECHNOLOGY GERMANY GmbH	Germany	September 26, 2008	Manufacturing	100 %
AmaTech Automation GmbH	Germany	May 31, 2010	Manufacturing/ IP Management	100 %
UPM RFID Oy	Finland	March 31, 2012	Sales	100 %
Dalton ID, LLC	USA	July 29, 2011	Sales Service	100 %
Dalton Continental B.V.	The Netherlands	November 11, 2011	Manufacturing	100 %
Dalton Continental GmbH	Germany	November 11, 2011	Trading	100 %
Dalton ID (Africa) Pty	South Africa	November 11, 2011	Manufacturing	60 %
Dalton ID (Australia) Pty	Australia	November 11, 2011	Holding	100 %
Drovers AY One Pty	Australia	November 11, 2011	Manufacturing	100 %
SMARTRAC TECHNOLOGY Dresden GmbH*	Germany	December 14, 2011	Manufacturing	100 %
Neology Inc.	USA	December 21, 2011	Manufacturing	100 %
Single Chips Systems Inc.	USA	December 21, 2011	IP Management	100 %
Neology S. de RL de CV	Mexico	December 21, 2011	Trading	100 %
Neology Servicios S. de RL de CV	Mexico	December 21, 2011	Service Centre	100 %
Jointly controlled entity				
Citywish Investments Ltd.	China	July 2, 2010	Trading/Holding	30 %
Omnia Technologies Private Ltd.	India	March 1, 2011	Manufacturing	50 %

* In February 2012, KSW Microtec AG changed its company name to SMARTRAC TECHNOLOGY Dresden GmbH and in April 2012, KSW Microtec Holding AG changed its company name to SMARTRAC Dresden Holding GmbH. The name changes are a result of the Group´s strategy to unite its core business under the family brand 'SMARTRAC' as a sign of unification and commitment to the same values and principles.

ESTABLISHMENT OF SMARTRAC FINLAND HOLDING OY

On March 22, 2012, SMARTAC established SMARTRAC Finland Holding Oy, a 100 percent subsidiary of SMARTRAC N.V., which serves as a holding company for UPM RFID Oy, Finland.

BUSINESS COMBINATIONS

The following companies were acquired during the accounting period and consolidated for the first time:

In thousands of EUR	Date of acquisition	Percentage of voting equity instruments acquired	Transaction costs	Goodwill	Revenues since January 1, 2012	Profit and loss since January 1, 2012
Company / business						
UPM RFID	March 31, 2012	100 %	1,388*	591	10,089	41
Total			**1,388***	**591**	**10,089**	**41**

* Thereof EUR 495,000 in the reporting period. The costs are shown under administrative expenses.

The following paragraphs provide detailed disclosures on the acquisitions, specifically: a description of the related business activities and the expected impact for their integration into SMARTRAC Group; the purchase agreement, the purchase price allocation and other acquisition related information.

UPM RFID GROUP

Description of UPM RFID's business activities and the expected impact from their integration on the Group

UPM RFID, part of UPM-Kymmene Corporation's Engineered Materials business group and consisting the three companies UPM RFID, Inc., Flechter, North Carolina, United States, UPM RFID Oy, Pirkkala, Finland and UPM Raflatac RFID (Guanzhou) Co., Ltd, Guanzhou, China, is a leading supplier of passive RFID products specializing in the development and high-volume production of HF, NFC and UHF RFID tags and inlays for use in a broad range of RFID applications.

SMARTRAC's intention behind purchasing UPM RFID is to expand its product and market platform for NFC and UHF RFID tags and inlays. The acquisition further leads to an expansion of SMARTRAC's market position in the strategically important markets China and the United States.

The Purchase Agreement

SMARTRAC, OEP Technologie B.V., Amsterdam, the Netherlands, OEP Technologie Holding B.V., Amsterdam, the Netherlands, UPM-Kymmene Investment, Inc., Flechter, North Carolina, United States and UPM Raflatec Oy, Tampere, Finland entered into sales and purchase agreement being effective on March 31, 2012. Under this agreement SMARTRAC takes over the UPM RFID shares while UPM-Kymmene and UPM Raflatec Oy obtain a cash compensation and an indirect economic interest in SMARTRAC of 10.6 % via OEP Technologie B.V., a holding company controlled by One Equity Partners and one of the major shareholders of SMARTRAC.

The purchase consideration amounts to EUR 29.7 million consisting of EUR 23.1 million for the shares and of EUR 6.6 million cash at closing. SMARTRAC financed the deal predominately by utilizing SMARTRAC's authorized capital and issuing 2.103.886 ordinary shares for a cash consideration of EUR 11 per new share, in total EUR 23.1 million, to OEP Technologie B.V.

The purchase price allocation and other acquisition related information

The following tables present a summarized breakdown of the provisional values of UPM RFID's net assets acquired during the reporting period:

In thousands of EUR	Total
Total purchase consideration	**29,733**
Fair value of acquired assets	34,817
Fair value of acquired liabilities	(3,854)
Total fair value	**30,963**
Deferred tax assets	(327)
Deferred tax liability	2,148
Goodwill	**591**

Detailed overview of the net assets acquired (100 %) in the course of the financial year 2012:

In thousands of EUR	Carrying value prior to acquisition	Adjustment	Carrying value upon acquisition
Plant and equipment	7,010	2,319	9,329
Goodwill	–	591	591
Intangible assets	723	3,150	3,873
Cash and cash equivalents	6,575	–	6,575
Receivables	7,825	–	7,825
Inventories	5,801	663	6,464
Other current assets	752	–	752
Deferred tax assets	327	129	456
Trade and non-trade payables	(2,666)	–	(2,666)
Other current liabilities	(1,074)	–	(1,074)
Deferred income taxes	(115)	–	(115)
Deferred tax liabilities	(499)	(1,778)	(2,277)
Net assets acquired	**24,659**	**5,074**	**29,733**
Purchase consideration			(29,733)
Deferred consideration liability			4,536
Cash and cash equivalents			6,575
Consideration in shares			23,143
Cash inflow on acquisition			**4,521**

All assets and liabilities acquired were recognized at the fair value on the date of the acquisition. Additional intangible assets (patens and technologies, customer relationships and similar rights) which were not recognized in the balance sheet of the company acquired have been accounted for, taking tax effects into consideration. The relief-of royalty-method was used to measure the patents and technologies. To measure the customer-relation-ships and similar rights the multi-period-excess-earnings method was used. On the basis of the fair value of the net assets acquired the goodwill amounts to EUR 0.6 million and is determined by the growth opportunities arising from the purchase. In accordance with IFRS 3 the goodwill is not amortized.

EMPLOYEES

As at March 31, 2012, the Group employed 4,046 employees (3,676 as of December 31, 2011; 3,555 as of March 31, 2011; 3,488 as of December 31, 2010).

THE GROUP'S CONSOLIDATED FINANCIAL STATEMENTS

The Group's consolidated financial statements as at and for the year 2011 are available upon request from the company's registered office at Strawinskylaan 851, 1077 Amsterdam, The Netherlands or can be downloaded via www.smartrac-group.com.

2. STATEMENT OF COMPLIANCE

The condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS) IAS 34 as adopted by the European Union. They do not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended December 31, 2011.

This condensed consolidated interim financial information was authorized for issuance by the Management Board of the Company on May 8, 2012. The condensed consolidated interim financial statements for the period ended March 31, 2012, were not subject to a limited interim review.

3. SIGNIFICANT ACCOUNTING POLICIES AND METHODS OF COMPUTATION

The accounting policies and methods of computation applied by the Group in the condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements of the Group as at and for the year ended December 31, 2011.

With respect to the Standards and Interpretations to be adopted as per the 2012 financial year, reference is made to the notes to the consolidated financial statements for the year ended December 31, 2011. These Standards and Interpretations have minor or no effect.

4. ESTIMATES

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments 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 Group's consolidated financial statements as at and for the year ended December 31, 2011.

5. SEGMENT REPORTING

The Group comprises the following main business segments:

- **Security segment:** the manufacture and sale of RFID transponders carrying microchips with high-security features such as sophisticated data encryption, controlled data access and mutual authentication, for use in applications such as e-Passports, National e-ID Cards, electronic driver's licenses, electronic Visas, e-Health cards, e-Social security cards, e-Permanent resident cards, public transport, e-Payment, access control and active card applications.

- **Industry segment:** the manufacture and sale of RFID and NFC transponders with embedded chips for use in a broad range of applications. RFID and NFC transponders for the industry sector are suited for automotive applications, for use in harsh environments such as industry, logistics, laundry, waste management, as well as for highly sensitive areas such as the medical sector and animal identification. In addition, this segment covers a broad range of standard and customized RFID transponders for tickets and labels applications such as library, retail apparel, NFC, and airline luggage. The Industry segment also comprises the business activities of Neology Inc. which serves the electronic vehicle registration and electronic toll collection market.

- **All other:** all other income/expense that cannot be attributed to the Security and Industry segment.

CONSOLIDATED SEGMENT INFORMATION BY BUSINESS SEGMENTS FOR THE THREE MONTHS ENDED MARCH 2012 (2011)

	Security	
In thousands of EUR	Three months ended March 2012	Three months ended March 2011
Segment revenue		
Revenue from external customers	30,938	37,270
Revenue from transactions with other segments	–	–
Total revenue	**30,938**	**37,270**
Segment result		
Gross profit	5,699	9,568
Operating income / (expenses)	(1,244)	(6,324)
Operating profit / (loss)	4,455	3,244
Net financial expenses / (income)		
Share of profit of jointly controlled entities		
Profit before tax benefit / (expense)		
Income tax benefit / (expense)		
Profit for the period		
Supplemental information		
Operating profit (loss)	4,455	3,244
Amortization, depreciation and impairment	1,930	1,615
Exceptional items restructuring [2]	–	–
Exceptional items flood Thailand [3]	876	–
Insurance payments flood related [3]	(5,639)	–
Exceptional items acquisition costs [4]	–	–
Segment EBITDA [1]	**1,623**	**4,859**

1) EBITDA is defined as operating profit for the period before depreciation, amortization, impairment, financial result, share of profits of associates and income tax expense. The Group presents EBITDA because management believes it is a useful measure in evaluating the Group's operating performance. EBITDA is not a measure of operating performance or liquidity under IFRS. EBITDA as presented may not be comparable to measures with similar names as presented by other companies.

2) Restructuring costs for the year 2012. Please refer to note 6.

3) Please refer to note 6.

4) Transaction costs regarding acquisitions in 2012.

	Industry		All other		Eliminations		Consolidated	
	Three months ended March 2012	Three months ended March 2011	Three months ended March 2012	Three months ended March 2011	Three months ended March 2012	Three months ended March 2011	Three months ended March 2012	Three months ended March 2011
	19,479	11,510	257	182	–	–	50,674	48,962
	3	43	323	693	(326)	(736)	–	–
	19,482	**11,553**	**580**	**875**	**(326)**	**(736)**	**50,674**	**48,962**
	3,766	2,719	249	339	32	(48)	9,746	12,578
	(4,450)	(3,186)	(1,158)	(724)	15	15	(6.837)	(10,219)
	(684)	(467)	(909)	(385)	47	(33)	2,909	2,359
							(1,669)	(1,904)
							17	–
							1,257	**455**
							(306)	113
							951	**568**
	(684)	(467)	(909)	(385)	47	(33)	2,909	2,359
	1,575	1,102	188	184	(108)	(44)	3,585	2,857
	448	–	–	–	–	–	448	–
	567	–	(27)	–	–	–	1,416	–
	(558)	–	–	–	–	–	(6,196)	–
	–	–	495	–	–	–	495	–
	1,348	**635**	**(253)**	**(201)**	**(61)**	**(77)**	**2,657**	**5,216**

REVENUES BY SUBSEGMENT

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Segment Security		
eID	14,179	19,102
Cards	16,819	18,168
Intrasegment eliminations	(60)	–
Subtotal	**30,938**	**37,270**
Segment Industry		
Tickets & Labels	7,864	2,119
Industry & Logistics	8,788	9,434
Neology	2,830	–
Intrasegment eliminations	–	–
Subtotal	**19,482**	**11,553**
Segment All Other	**580**	**875**
Intersegment eliminations	(326)	(736)
Total	**50,674**	**48,962**

GEOGRAPHICAL SEGMENTS

In reporting information on the basis of geographical areas, revenues are based on the geographical location of customers. The Group's principal geographical areas are Asia, Europe, Latin America and North America.

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Revenues		
Asia	14,042	8,491
Europe	21,508	28,635
Latin America	5,519	3,325
North America	8,928	8,332
Others	677	179
Total revenues	**50,674**	**48,962**

RECONCILIATIONS OF REPORTABLE SEGMENT REVENUES AND PROFIT OR LOSS BEFORE INCOME TAX

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Revenues		
Total revenue for reportable segments	50,420	48,823
Other revenue	580	875
Elimination of inter-segment revenue	(326)	(736)
Consolidated revenue	**50,674**	**48,962**
Profit or loss		
Total EBITDA for reportable segments	2,971	5,494
Other EBITDA	(253)	(201)
All EBITDA (before inter-segment elimination)	**2,718**	**5,293**
Elimination of inter-segment profits	(61)	(77)
Unallocated amounts:		
Financial result	(1,669)	(1,904)
Depreciation, amortization and impairment	(3,585)	(2,857)
Share of profit of jointly controlled entities	17	–
Exceptional items	3,837	–
Consolidated profit before income tax	**1,257**	**455**

6. EXCEPTIONAL ITEMS

RESTRUCTURING DALTON GROUP

Within the three months ended March 31, 2012, operating profit included exceptional items for restructuring of Dalton Group that occurred in March. The total restructuring costs for this program amounted to EUR 448,000 and relate to administrative expenses.

EXCEPTIONAL ITEMS FLOOD THAILAND

In addition exceptional items regarding the Flood Thailand occurred in January and February and amounted in total to EUR 1.4 million. In respect to the item Flood Thailand please refer to the annual report 2011.

With regards to the flood damages as well as the business interruption, SMARTRAC received first payments amounting to EUR 6.2 million. These payments were treated as other operating income.

7. NET FINANCIAL EXPENSES / (INCOME)

The following table provides a breakdown of the net financial expenses:

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Change in fair value	497	419
Interest income	7	67
Foreign exchange gains	2,443	683
Financial income	**2,947**	**1,169**
Change in fair value	(254)	(34)
Interest expense	(1,160)	(852)
Bank charges	(148)	(116)
Foreign exchange losses	(3,054)	(2,071)
Financial expenses	**(4,616)**	**(3,073)**
Net financial expenses / (income)	**(1,669)**	**(1,904)**

8. CORPORATE INCOME TAX

RECOGNIZED IN THE INCOME STATEMENT

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Current corporate tax expense / (benefit)	(165)	(55)
Deferred tax expense / (benefit)	(141)	168
Income tax expense / (benefit)	**(306)**	**113**

RECONCILIATION OF EFFECTIVE INCOME TAX CHARGE

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Profit before tax	**1,257**	**455**
Expected tax expense based on rate of 25.0 % (2011: 25.0 %)	(314)	(116)
Tax rate differences in foreign jurisdiction	338	(158)
Non-deductible expenses	(182)	(17)
Tax-exempt income relating to promotional privileges	1,443	751
Non-recognition of tax benefits on losses incurred	(1,009)	(457)
Use of tax loss carry forward previously unrecognized	98	108
Permanent differences	(602)	–
Current taxes from prior years	(88)	–
Others	10	2
Effective income tax expense / (benefit)	**(306)**	**113**

9. EARNINGS PER SHARE

PROFIT ATTRIBUTABLE TO ORDINARY SHAREHOLDERS

The calculation of basic and diluted earnings per share for the three months ended March 31, 2012, is based on the profit attributable to ordinary shareholders and amounts to EUR 0.9 million for three months ended March (three months ended March 31, 2011: EUR 0.6 million).

BASIC EARNINGS PER SHARE

In thousands of EUR and shares, except earnings per share	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Profit attributable to ordinary shareholders	948	568
Weighted average number of outstanding ordinary shares	17,744	16,335
Earnings per share (EUR)	**0.05**	**0.03**

WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES FOR THE PURPOSE OF DILUTED EARNINGS PER SHARE

The weighted average number of ordinary shares for the purpose of diluted earnings per share includes the dilutive potential shares of SMARTRAC´s stock option schemes:

In thousands of shares	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Weighted average of outstanding ordinary shares	17,744	16,335
Effect of potential dilutive shares		
Share options	–	22
Weighted average of ordinary shares at December 31	**17,744**	**16,357**

DILUTED EARNINGS PER SHARE

In thousands of EUR and shares, except earnings per share	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Profit attributable to ordinary shareholders	948	568
Weighted average number of ordinary and dilutive shares	17,744	16,357
Diluted earnings per share (EUR)	**0.05**	**0.03**

10. PROPERTY, PLANT AND EQUIPMENT

ACQUISITIONS WITHOUT BUSINESS COMBINATIONS

During the three months ended March 31, 2012, the Group acquired tangible assets (accrual method) totalling EUR 10.9 million (three months ended March 31, 2011: EUR 2.0 million).

11. INTANGIBLE ASSETS

DEVELOPMENT COSTS

Intangible assets include capitalized development costs (carrying amount) amounting to EUR 5.5 million as at March 31, 2012 (as at March 31, 2011: EUR 6.3 million).

12. SHARE BASED PAYMENT

STOCK OPTION SCHEMES

Total expenses for the SMARTRAC stock option schemes are recorded during the three months ended March 31, 2012. They are reported under administrative expenses and as an increase in shareholder's equity (share premium) at the same time.

For the description of the SMARTRAC stock option schemes and the determination of the exercise prices of tranches one to nine please refer to the annual report 2011.

The expenses for the stock option schemes for the period are as follows:

In thousands of EUR	Consolidated three months ended March 2012	Consolidated three months ended March 2011
Tranche 7	25	28
Tranche 8	22	32
Tranche 9	1	1
Total expenses	**48**	**61**

The exercise price, the grant dates and the underlying assumptions for each outstanding tranche are as follows:

Tranche	Exercise price in EUR	Grant date	Current price of underlying shares at grant date in EUR	Expected volatility	Exp. annual employee turnover rate	Risk-free interest rate	Option life expiration
Tranche 2	22.40	March 29, 2007	22.11	40 %	5 %	3.97 %	29 March 2013
Tranche 3	39.20	Nov. 23, 2007	34.50	40 %	0 %	3.67 %	23 Nov. 2013
Tranche 7	15.24	May 14, 2010	14.90	63 %	0 %	1.26 %	May 14, 2017
Tranche 8	14.13	May 26, 2010	14.00	63 %	5 %	1.26 %	May 26, 2017
Tranche 9	14.84	August 4, 2010	14.95	63 %	5 %	0.93 %	August 4, 2017

The fair value of the stock options is based on the single tranche and the staggered vesting period, which is shown in the table below.

In EUR	Fair value in EUR
Tranche 2	6.86
Tranche 3	9.11
Tranche 7	6.25
Tranche 8	5.90
Tranche 9	6.31

There are currently no dividend payouts expected until date of exercise.

During the first three months of 2012, no vested stock options were exercised (2011: nil options).

STOCK PLAN

Due to the termination of the Stock Plan in 2010 no further stock grants were performed since then.

13. CAPITAL INCREASE

The increase in share premium in the financial year 2012 is mainly due to the excess of proceeds over par value from the capital increase. Vesting expenses regarding options were credited to share premium.

On March 31, 2012, the Company increased its share capital from EUR 8,872,044 (17,744,088 bearer shares) to EUR 9.923.987 (19,847,974 bearer shares). Subscription rights for shareholders have been excluded.

The capital increase is associated with the closing of the transaction with UPM-Kymmene Corporation under which SMARTRAC takes over UPM´s RFID business while UPM-Kymmene Corporation obtains an indirect economic interest in SMARTRAC of 10.6% via OEP Technologie B.V.

The new shares will be issued to OEP Technologie B.V., each new share having a nominal value of EUR 0.50, for a cash consideration of EUR 11.00 per new share, to be effected by means of a set off against an obligation of SMARTRAC to pay EUR 23,142,746.00 to OEP Technologie B.V. for providing the above mentioned indirect economic interest in SMARTRAC.

SMARTRAC N.V. and OEP Technologie B.V. furthermore agreed that the new shares will not be admitted to trading on the Regulated Market of the Frankfurt Stock Exchange for a period of at least twelve month following the registration of the capital increase.

The transaction costs included bank arrangement and legal fees (EUR 20,000).

In thousands of EUR

Gross proceeds	23,143
Par value of new shares – credited to share capital	(1,052)
Excess of gross proceeds over par value credited to share premium	22,091
Less – Transaction costs of the capital increase charged to share premium	(20)
Net movement in share premium arising from capital increase	22,071

14. SECURED LOANS

As at March 31, 2012, a total amount of EUR 0,00 of the existing syndicated EUR 65 million term and multicurrency revolving facilities agreement was unused (March 31, 2011: 14.4 million). This credit agreement was signed on July 14, 2009, with standard market terms and conditions including a leverage and an equity covenant. The availability period of the credit facility is until June 30, 2012. SMARTRAC is currently in negotiations with the lenders and additional banks to refinance the expiring facilities. Management is confident that the syndicated credit facility will be extended.

15. PROVISIONS

In thousands of EUR	Warranties	Restructuring	Other	Total
Balance at January 1, 2012	99	–	5,223	5,322
Provisions made during the period	2	383	–	385
Balance at March 31, 2012	**101**	**383**	**5,223**	**5,707**

Provisions for restructuring Dalton Group amount to EUR 383,000 (2011: zero). They contain rents (EUR 23,000), lawyer costs (EUR 117,000), compensation and payroll payments (EUR 243,000).

16. CONTINGENCIES

The company is involved in various lawsuits, claims and proceedings incidental to the normal conduct of its business, including suits in respect of infringement and cancellation of patents and regarding other intellectual property rights. The company has accrued for these loss contingencies when loss is deemed probable and can be estimated. The company regularly evaluates claims and legal proceedings together with their related probable losses to determine whether they should be adjusted based upon the current information available to the company. Legal costs associated with claims are provided for.

17. RELATED PARTIES

IDENTITY OF RELATED PARTIES

With respect to the relationship with related parties please refer to the annual report 2011.

The Group shows the following transactions with related parties:

In thousands of EUR	Transaction value three months ended March 2012	Transaction value three months ended March 2011
Sales		
Bibliotheca AG	630	1,308
Omnia Technologies Private Ltd.*	163	22
Purchases		
Omnia Technologies Private Ltd.*	331	25

The balances of receivables and payables and other positions are shown below:

In thousands of EUR	Consolidated March 31, 2012	Consolidated December 31, 2011
Trade and non trade receivables		
Bibliotheca AG	257	–
Omnia Technologies Private Ltd.	118	–
Total	**375**	**–**
Trade payables		
Omnia Technologies Private Ltd.	115	–
Total	**115**	**–**
Capital contribution		
OEP Technologie B.V.	23,143	–

TRANSACTIONS WITH KEY MANAGEMENT

With respect to the remuneration of key management please refer to the annual report 2011.

TRANSACTIONS WITH SUPERVISORY BOARD

With respect to the remuneration of the Supervisory Board please refer to the annual report 2011.

18. SUBSEQUENT EVENTS

There are no subsequent events to be reported.

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