



# THREE-MONTH INTERIM REPORT FISCAL YEAR 2009/2010

OCTOBER 1, 2009 TO DECEMBER 31, 2009

**WINCOR**  
**NIXDORF**  
EXPERIENCE MEETS VISION.



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## KEY FIGURES.

	1st quarter 2009/2010 <sup>1</sup>	1st quarter 2008/2009 <sup>2</sup>	Change
<b>Financial Statement (€ million)<sup>3</sup></b>			
<b>Net sales</b>	<b>607</b>	<b>646</b>	<b>-6%</b>
of which Banking	419	456	-8%
of which Retail	188	190	-1%
<b>Gross profit</b>	<b>153</b>	<b>166</b>	<b>-8%</b>
Gross profit as a percentage of net sales	25.2%	25.7%	-
<b>Research &amp; development expenses</b>	<b>-25</b>	<b>-24</b>	<b>4%</b>
R&D expenses as a percentage of net sales	4.1%	3.7%	-
<b>Selling, general and administration expenses<sup>4</sup></b>	<b>-79</b>	<b>-86</b>	<b>-8%</b>
SG&A expenses as a percentage of net sales	13.0%	13.3%	-
<b>Operating profit (EBITA)<sup>5</sup></b>	<b>49</b>	<b>56</b>	<b>-13%</b>
EBITA as a percentage of net sales (EBITA margin)	8.1%	8.7%	-
of which Banking	39	46	-15%
as a percentage of net sales Banking	9.3%	10.1%	-
of which Retail	10	10	0%
as a percentage of net sales Retail	5.3%	5.3%	-
<b>Amortization/depreciation of property, plant and equipment and licenses and write-down of reworkable service parts</b>	<b>14</b>	<b>13</b>	<b>8%</b>
<b>EBITDA</b>	<b>63</b>	<b>69</b>	<b>-9%</b>
EBITDA as a percentage of net sales (EBITDA margin)	10.4%	10.7%	-
<b>Profit for the period</b>	<b>33</b>	<b>35</b>	<b>-6%</b>
Profit for the period as a percentage of net sales	5.4%	5.4%	-
<b>Profit for the period (before carve-out)</b>	<b>33</b>	<b>37</b>	<b>-11%</b>
Profit for the period (before carve-out) as a percentage of net sales	5.4%	5.7%	-
<b>Cash flow (€ million)</b>			
<b>Cash flow from operating activities</b>	<b>73</b>	<b>73</b>	<b>0%</b>
	Dec. 31, 2009	Sept. 30, 2009	Change
<b>Key Balance Sheet Figures (€ million)</b>			
<b>Working Capital</b>	<b>181</b>	<b>202</b>	<b>-21</b>
as a percentage of net sales (annualized)	7.5%	9.0%	-
<b>Net debt</b>	<b>94</b>	<b>150</b>	<b>-56</b>
<b>Equity<sup>6</sup></b>	<b>358</b>	<b>330</b>	<b>28</b>
<b>Human Resources</b>			
<b>Number of employees</b>	<b>9,364</b>	<b>9,381</b>	<b>-17</b>

<sup>1</sup> October 1, 2009 – December 31, 2009.<sup>2</sup> October 1, 2008 – December 31, 2008.<sup>3</sup> Before profit charges arising from carve-out.<sup>4</sup> Including other operating income and expenses.<sup>5</sup> Net profit on operating activities before interest, taxes and amortization of goodwill and product know-how.<sup>6</sup> Including minority interest.

## First-quarter net sales and profit down on preceding year.

- ▶ Net sales: down 6%
- ▶ Operating profit (EBITA): down 13%
- ▶ Profit for the period: down 6%
- ▶ Regional performance uneven.
  - Germany: up 15%
  - Europe: down 24%
  - Asia/Pacific/Africa: down 2%
  - Americas: up 36%
- ▶ Growth in net sales of Software/Services continues (up 3%), Hardware business remains under pressure (down 13%).
- ▶ Net sales in Banking and Retail segments down 8% and 1% respectively.

**Outlook unchanged: further downturn expected this year in net sales and EBITA, albeit no greater than last fiscal year.**

## KEY EVENTS.

### All-round Solutions for Cash Management.

Following very intensive development work, Wincor Nixdorf will be presenting an entirely new approach at the Wincor World 2010 trade show. Using common technology platforms, we will be the first to provide support aimed at those elements of the overall cash handling process shared by retail banks and retailers. This will make it possible to achieve cost savings of at least 20% by shortening their respective cash cycles, while ensuring maximum security, absolute transparency and optimum processing. Our portfolio of "Cash Cycle Management Solutions" combines the latest hardware and software with a range of perfectly matched services. One of the core features is a new generation of hardware system components that can be used by banks and retailers alike. All these systems use the same note-processing technology developed by Wincor Nixdorf that greatly helps to trace the path taken by money throughout the cash handling process. Wincor Nixdorf offers software modules based on modern software architecture to control cash processes at branch level and manage the entire cash logistics chain from the branch all the way up to the central bank.

### Wincor World – An International Meeting Place for our Target Industries.

While Cash Cycle Management Solutions will be a major focus of this year's Wincor World from January 26 to 28 in Paderborn, they are by no means the only highlight at the event. Also featured will be innovative software components to optimize the banks' range of multichannel products, and security solutions to help retail banks protect their IT systems against criminal attack. For retailers, automated checkout solutions will be at the forefront of the innovative products on display alongside newly developed software modules that support customer loyalty schemes, efforts to increase efficiency and system/process security while meeting the requirements of international groups for centralization and standardization. On top of all this, there are services to improve the global, all-round support given to customers and streamline the costs associated with the operation of branch IT and self-service systems. Overall, we again expect more than 7,000 visitors from over 80 countries to attend Wincor World, which is run together with a large number of our partners. As in previous years, the program will also include a series of seminars and workshops whose aim is to promote the targeted transfer of know-how.

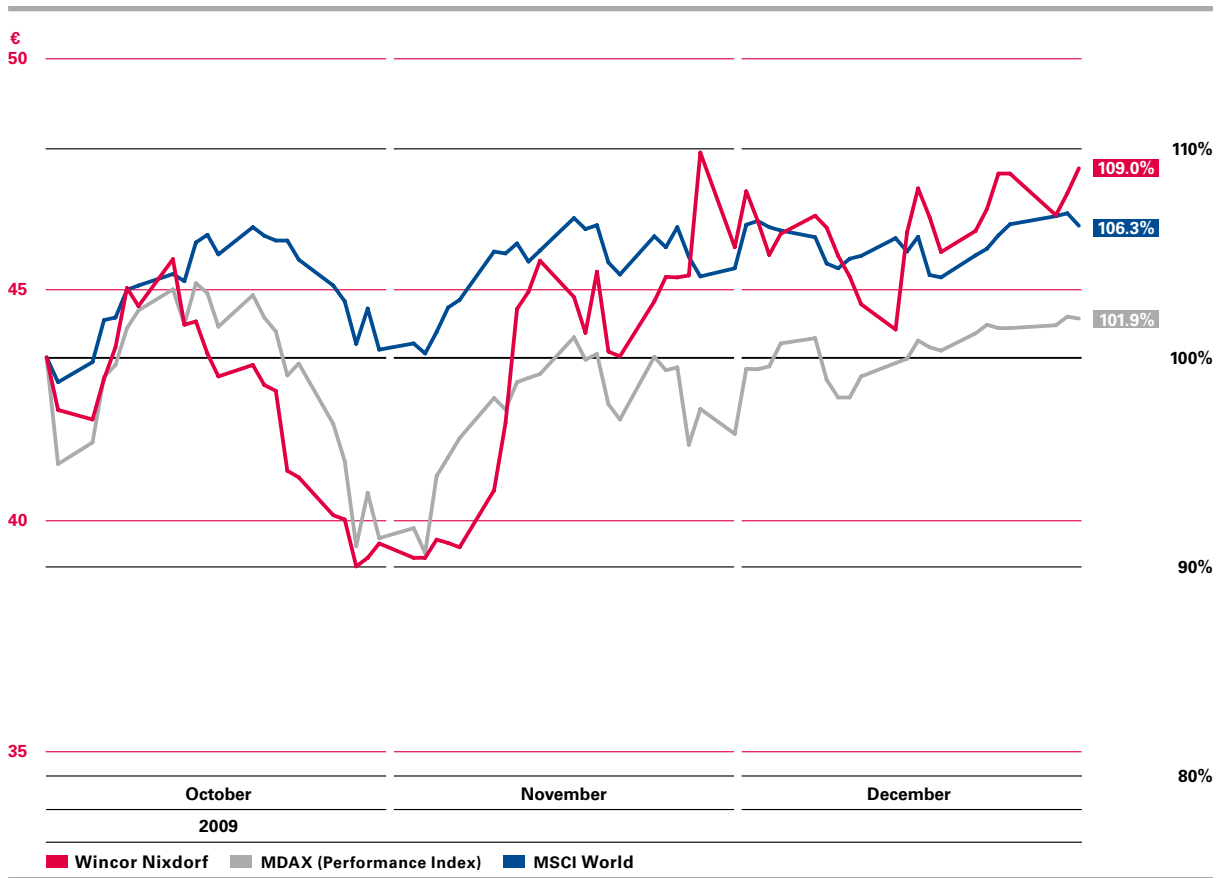
## STOCK/INVESTOR RELATIONS.

**Share Performance.** From mid-October 2009 onwards, the international stock markets initially experienced a brief period of weakness before continuing the positive trend that had begun in spring of the same year.

Wincor Nixdorf stock largely followed this trend and especially from mid-November increased its edge over the mar-

ket as a whole to close the reporting period up 9.0% compared to the overall market rise of 1.9%. The stock reached its highest level for the reporting period at the end of November 2009, when it stood at €48.44, then eased slightly to end the period on €47.65.

**Performance of Wincor Nixdorf shares as from October 1, 2009 to December 31, 2009, compared to MDAX (Performance Index), MSCI World:**



**Share Price Data (Xetra).**

Opening price, October 1, 2009	€43.70
High between October and December 2008	€48.44
Low between October and December 2008	€38.55
Closing price, December 30, 2009	€47.65
<b>Market capitalization, December 30, 2009<sup>1)</sup></b>	<b>€1,576m</b>

<sup>1)</sup>Including treasury shares.

**Investor Relations.** In the period under review, the Company was covered by 24 financial analysts, who issue comments and recommendations on a regular basis. These analysts are (in alphabetical order):

Bankhaus Lampe, Berenberg Bank, BHF Bank, B. Metzler, Cazenove, Cheuvreux, Commerzbank, Credit Suisse, Deutsche Bank, DZ Bank, Equinet, Fairesearch, Goldman Sachs, HSBC Trinkaus & Burkhardt, Kepler Capital Markets, LBBW, Merrill Lynch, M.M. Warburg, Nord/LB, Sal. Oppenheim Research, UBS, Unicredit, Wedbush Morgan Securities, WestLB.

Based on the announcements issued pursuant to Section 21 of the German Securities Trading Act (Wertpapierhandelsgesetz – WpHG), at the end of the reporting period, the following entities each held an interest in Wincor Nixdorf in excess of the disclosure threshold:

- Capital Research and Management Company/Capital Income Builder, Inc. (over 5%)
- Ameriprise Financial Inc. (over 3%)
- Blackrock Inc./Blackrock Group Limited (over 3%)
- Credit Suisse Securities (Europe) Limited/Credit Suisse Group AG (over 3%)
- Oddo Asset Management/ODDO ET CIE (over 3%)
- Schroders plc./Schroder Administration Limited/Schroder Investment Management Ltd. (over 3%)
- Threadneedle Asset Management Holdings SARL (over 3%)

During the quarter under review, the Board of Directors and Investor Relations team presented the Company at a number of investor conferences and roadshows in Germany, France, the United Kingdom, Switzerland, Spain and the United States and met up with several institutional investors.

On November 10, 2009, an analysts' conference call was arranged for the purpose of presenting the Company's preliminary results for fiscal 2008/2009.

# GROUP INTERIM MANAGEMENT REPORT OF WINCOR NIXDORF AG.

## BUSINESS ENVIRONMENT.

**Global Economy.** The severe downturn in the global economy that had been the dominant factor of preceding months seems to have come to a halt, at least for the time being, in the last quarter of 2009. In its 'World Economic Outlook', the International Monetary Fund (IMF) goes as far as to identify a number of signs of potential growth.

**Developments in the Banking and Retail Industries.** As yet, the signs of a recovery in the global economy have not had any impact on the investment behavior of banks and retailers, which remained very cautious in the wake of the financial and economic crisis.

## PERFORMANCE, FINANCIAL POSITION AND ASSETS.

### Performance.

**Net Sales.** In the first quarter of fiscal 2009/2010, the Wincor Nixdorf Group achieved net sales of €607 million (in the first 3 months of 2008/2009 [referred to hereafter as "previous year"]: €646 million), equivalent to a decline of 6%. Expressed in U.S. dollars, net sales in the reporting period fell by a notional 3%.

**Regional Performance.** Net sales in Germany for the first three months of the current fiscal year rose by 15% to €178 million (previous year: €155 million), thus accounting for 29% (previous year: 24%) of total Group net sales.

At €252 million (previous year: €333 million), net sales in Europe (excluding Germany) showed a decline of 24% in the first quarter. This region contributed the largest part of total Group net sales at 42% (previous year: 52%).

Net sales in the Asia/Pacific/Africa region fell slightly to end the quarter, down 2% at €98 million (previous year: €100 million), taking the region's share of total Group net sales to 16% (previous year: 15%).

In U.S. dollars, the Americas delivered a 53% increase in net sales, equivalent to a rise in euro terms of 36% to €79 million (previous year: €58 million), thus boosting the region's share of total Group net sales to 13% (previous year: 9%).

**Performance by Business Stream.** Net sales attributable to Hardware business fell 13% to €326 million (previous year: €373 million) in the first quarter of the current fiscal year compared with same quarter in the previous year. By contrast, net sales from Software/Services showed a 3% rise to €281 million (previous year: €273 million).

As a result, the share of total Group net sales attributable to Hardware business stood at 54% (previous year: 58%), while the share achieved by Software/Services climbed to 46% (previous year: 42%).

**Costs.** The gross margin on net sales before carve-out charges in the first quarter was 25.2%, down 0.5 percentage points on last year's equivalent figure of 25.7%.

Research and development costs rose by €1 million in the reporting period to €25 million (previous year: €24 million), equivalent to an increase of 4%, taking the R&D ratio to 4.1% (previous year: 3.7%).

Selling, general and administration expenses including other operating income and expenses fell €7 million to €79 million over the reporting period (previous year: €86 million). This decline in costs was largely due to the continued success of the Group-wide Prolmprove program, which is the basis for an efficient management of costs. As a percentage of total net sales, the selling, general and administration expense ratio was reduced by 0.3 percentage points to 13.0% (previous year: 13.3%).

Additionally, the implementation of the ProFuture program, which is aimed at improving processes and structures, commenced as planned. In this context, initial measures to increase performance and efficiency levels within the Company and market are now being put in place.

#### Reconciliation of Result from Business Operations (EBITDA).

€m

	1st quarter 2009/2010	1st quarter 2008/2009
Profit for the period	33	35
+ Income taxes	15	15
+ Financial result	1	4
+ Amortization of product know-how (exceptional item)	-	2
<b>EBITA before amortization of product know-how</b>	<b>49</b>	<b>56</b>
+ Amortization/Depreciation of property rights, licenses and property, plant and equipment	12	12
+ Write-down of reworkable service parts	2	1
<b>EBITDA before amortization of product know-how</b>	<b>63</b>	<b>69</b>

**Profit.** Earnings before interest, taxes and the amortization of product know-how (EBITA) in the first quarter were down 13% at €49 million (previous year: €56 million). The EBITA margin fell 0.6 percentage points to 8.1% (previous year: 8.7%).

Profit for the first three months stood at €33 million, down 6% on the corresponding figure of €35 million for 2008/2009. Profit for the period before carve-out charges showed a decline of 11% to €33 million (previous year: €37 million).

## Financial Position.

Cash flow.	€m	
	1st quarter 2009/2010	1st quarter 2008/2009
Cash flow from operating activities	73	73
Cash flow from investment activities	-12	-19
Cash flow from financing activities	22	1
<b>Change in liquidity</b>	<b>83</b>	<b>55</b>
Cash and cash equivalents at the end of the period <sup>1</sup>	88	52
Free Cash flow	60	57

<sup>1)</sup> Include cash and cash equivalents as well as current bank borrowings.

In the first three months of fiscal 2009/2010, cash flow from operating activities was unchanged from the figure of €73 million for the same quarter in the previous year. EBITDA, which is a major contributor to cash flow from operating activities, fell 9% to €63 million (previous year: €69 million). Income taxes paid led to a cash outflow of €13 million (previous year: €12 million), while a reduction in working capital to €181 million compared to the figure for September 30, 2009, generated a cash inflow of €21 million (previous year: €32 million). Changes in other assets and other liabilities as well as accruals resulted in a cash inflow of €6 million (previous year: outflow of €15 million).

At €12 million (previous year: €19 million), cash flow from investing activities was down 37% on last year's first-quarter figure. The main focus of investments was on intangible assets and other fixed assets and office equipment and

on reworkable service parts. There were no acquisitions-related cash outflows during the reporting period. The previous year's figure includes the payment for the purchase of an interest in Bankberatung Organisations- und IT-Beratung für Banken AG, which was acquired in fiscal 2007/2008.

The takeover of further minority shareholdings totaling €4 million in Bankberatung Organisations- und IT-Beratung für Banken AG is shown as an outflow under cash flow from financing activities. This took Wincor Nixdorf's stake in Bankberatung Organisations- und IT-Beratung für Banken AG to 83.67%. In the first quarter, there was a net take-up of cash borrowings totaling €26 million (previous year: €2 million). Overall, cash flow from financing activities produced a net inflow of €22 million (previous year: €2 million).

Free cash flow (cash flow from operating activities less capital expenditure on intangible assets, property, plant and equipment and reworkable service parts) ended the quarter slightly above the level of the previous year at €60 million (previous year: €57 million).

As of December 31, 2009, the cash flows outlined above brought the level of net debt down to €94 million.

**Assets.**

€m

	Dec. 31, 2009	Sept. 30, 2009
<b>Assets</b>		
Non-current assets	544	556
Current assets	732	643
<b>Total assets</b>	<b>1,286</b>	<b>1,199</b>
<b>Equity and Liabilities</b>		
Equity (incl. minority interest)	358	330
Non-current liabilities	258	234
Current liabilities	670	635
<b>Total equity and liabilities</b>	<b>1,286</b>	<b>1,199</b>

Compared to September 30, 2009, the balance sheet total was up €87 million (7.3%) at €1,286 million.

On the asset side, current assets saw an increase of €89 million to €732 million (Sept. 30, 2009: €643 million). This was mainly due to a rise of €86 million in the figure for cash and cash equivalents as a result of payments received at the end of the calendar year 2009, taking this item to €102 million (Sept. 30, 2009: €16 million).

Equity rose by €28 million to €358 million (Sept. 30, 2009: €330 million). This increase was almost entirely due to first-quarter profit of €33 million (previous year: €35 million). Non-current liabilities ended the quarter up €24 million at €258 million (Sept. 30, 2009: €234 million). This was largely attributable to a more extensive use of the revolving facility and the associated rise in financial liabilities. Current liabilities were up €35 million at €670 million (Sept. 30, 2009: €635 million), primarily as a result of an increase in the figure for trade payables.

**SEGMENT REPORTING.**

**Segment performance.** Net sales in the Banking segment ended the first quarter 8% lower at €419 million (previous year: €456 million). EBITA generated in the Banking segment over the first three months of the current fiscal year fell by €7 million (15%) to €39 million (previous year: €46 million).

**Key Performance Indicators: Banking Segment.** €m

	1st quarter 2009/2010	1st quarter 2008/2009	Change
Net sales	419	456	-8%
EBITA	39	46	-15%
EBITA margin (%)	9.3	10.1	-0.8

Net sales generated in the Retail segment showed a small year-on-year decrease of 1% to €188 million (previous year: €190 million) over the first three months. Segment EBITA for the reporting period was unchanged from the previous year at €10 million.

**Key Performance Indicators: Retail Segment.** €m

	1st quarter 2009/2010	1st quarter 2008/2009	Change
Net sales	188	190	-1%
EBITA	10	10	0%
EBITA margin (%)	5.3	5.3	-

## EMPLOYEES.

Up to and including December 31, 2009, the headcount for the Group declined slightly by 17 to 9,364 (September 30, 2009: 9,381).

## REPORT ON MAJOR RELATED-PARTY TRANSACTIONS.

There were no significant transactions with related parties during the period under review.

## REPORT ON OPPORTUNITIES AND RISKS.

In the period under review there were no changes to the significant opportunities and risks described in the 2008/2009 Group Management Report that may have a material effect on the expected development of the Group in the remaining months of the current fiscal year. The further opportunities and risks described in the 2008/2009 Group Management Report with regard to the expected development of the Group up to the end of the reporting year continue to apply without any material changes.

## REPORT ON EXPECTED DEVELOPMENTS.

Although the general outlook for the economy appears to have become slightly more favorable at the beginning of 2010, as estimated by the International Monetary Fund (IMF), there continues to be tangible evidence of risk within the

economic environment. Indeed, the signs of an upturn are too tenuous as to suggest that the recovery is in any way solid or all-embracing. Thus, it would appear that the crisis is far from over.

In view of this overall situation, there is little chance of identifying consistent trends as regards the future course of business within the field of IT solutions directed at retail banks and the retail industry. Both sectors continue to show a differentiated approach when it comes to capital expenditure. On the one hand, capital investment on systems aimed at replacing the installed base is being postponed, while on the other hand companies continue to invest in streamlining measures and process optimization. Regardless of the level of economic development in the respective countries, the financial strength and strategic approach of individual enterprises has become of increasing importance.

Against this backdrop, there is the possibility of seasonal and regional fluctuations in the way that Wincor Nixdorf's business develops. Looking at fiscal 2009/2010 as a whole, Wincor Nixdorf continues to take the view that the Group's net sales and operating profit will decline. However, in both cases this contraction is not expected to go beyond the scale seen in the preceding fiscal year.

Wincor Nixdorf has taken the necessary steps to respond to the anticipated challenges by pursuing its ProFuture program for the improvement of its internal processes and structures as well as its market performance. The new fiscal year has seen the gradual introduction of measures and action plans developed within this framework. The principal aim is not only to retain the Group's stability as it navigates through the crisis but also to prepare itself for the time when the economy regains its footing.

## GROUP INCOME STATEMENT. STATEMENT OF COMPREHENSIVE INCOME.

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	1st quarter 2009/2010 <sup>1</sup>	1st quarter 2008/2009 <sup>2</sup>
<b>Net sales</b>	<b>607,162</b>	<b>645,647</b>
Cost of sales	-453,753	-482,444
<b>Gross profit</b>	<b>153,409</b>	<b>163,203</b>
Research and development expenses	-25,524	-23,945
Selling, general and administration expenses	-78,715	-85,651
<b>Net profit on operating activities</b>	<b>49,170</b>	<b>53,607</b>
Finance income	393	481
Finance costs	-1,740	-4,050
<b>Profit before income taxes</b>	<b>47,823</b>	<b>50,038</b>
Income taxes	-14,518	-15,008
<b>Profit for the period</b>	<b>33,305</b>	<b>35,030</b>
Profit attributable to minority interest	133	37
Profit attributable to equity holders of Wincor Nixdorf AG	33,172	34,993
Shares for calculation of basic and diluted earnings per share (in thousands)	31,664	31,664
Basic earnings per share (€)	1.05	1.11
Diluted earnings per share (€)	1.05	1.11
Profit attributable to equity holders of Wincor Nixdorf AG	33,172	34,993
Amortization product know-how	0	2,421
Calculated tax effect	0	-726
Profit attributable to equity holders of Wincor Nixdorf AG before carve-out	33,172	36,688
Shares for calculation of basic profit attributable to equity holders of Wincor Nixdorf AG before carve-out per share (managerial, in thousands)	33,085	33,085
Profit attributable to equity holders of Wincor Nixdorf AG before carve-out per share (in €)	1.00	1.11

€k

	1st quarter 2009/2010 <sup>1</sup>	1st quarter 2008/2009 <sup>2</sup>
<b>Profit for the period</b>	<b>33,305</b>	<b>35,030</b>
<b>Other comprehensive income for the period</b>		
Cashflow Hedges and securities	-3,689	1,959
Share options	1,035	1,074
Exchange rate changes and other changes	1,847	-1,783
<b>Other comprehensive income<sup>3</sup></b>	<b>-807</b>	<b>1,250</b>
<b>Total comprehensive income</b>	<b>32,498</b>	<b>36,280</b>
<b>Total comprehensive income attributable to:</b>		
Minority interest	133	37
Equity holders of Wincor Nixdorf AG	32,365	36,243

<sup>1)</sup> October 1, 2009 – December 31, 2009.

<sup>2)</sup> October 1, 2008 – December 31, 2008.

<sup>3)</sup> Other comprehensive income, net of tax.

## GROUP BALANCE SHEET.

### Assets

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	December 31, 2009		September 30, 2009	
<b>Non-current assets</b>				
Intangible assets	355,652		357,863	
Property, plant and equipment	145,321		145,850	
Investments	1,362		1,453	
Reworkable service parts	20,216		19,453	
Trade receivables	2,332		2,480	
Other assets	6,180		5,899	
Deferred tax assets	22,919	<b>553,982</b>	22,656	<b>555,654</b>
<b>Current assets</b>				
Inventories	251,049		253,670	
Trade receivables	324,525		312,261	
Receivables from related companies	281		330	
Current income tax assets	3,569		3,783	
Other assets	50,451		56,833	
Financial assets	8		10	
Cash and cash equivalents	102,591	<b>732,474</b>	16,274	<b>643,161</b>
<b>Total assets</b>		<b>1,286,456</b>		<b>1,198,815</b>

### Equity and Liabilities

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	December 31, 2009		September 30, 2009	
<b>Equity</b>				
Subscribed capital of Wincor Nixdorf AG	33,085		33,085	
Retained Earnings	375,426		344,970	
Treasury shares	-87,226		-87,226	
Other components of equity	30,871		32,087	
<b>Equity attributable to equity holders of Wincor Nixdorf AG</b>	<b>352,156</b>		<b>322,916</b>	
Minority interest	6,108	<b>358,264</b>	7,095	<b>330,011</b>
<b>Non-current liabilities</b>				
Accruals for pensions and similar commitments	14,362		14,360	
Other accruals	43,834		41,617	
Financial liabilities	180,943		154,842	
Other liabilities	3,840		5,001	
Deferred tax liabilities	14,693	<b>257,672</b>	17,608	<b>233,428</b>
<b>Current liabilities</b>				
Other accruals	140,683		138,744	
Financial liabilities	15,805		11,923	
Advances received on orders	31,179		29,606	
Trade payables	278,410		256,862	
Liabilities to related companies	376		438	
Current income tax liabilities	30,218		28,529	
Other liabilities	173,849	<b>670,520</b>	169,274	<b>635,376</b>
<b>Total equity and liabilities</b>		<b>1,286,456</b>		<b>1,198,815</b>

## GROUP CASH FLOW STATEMENT.

€k

	1st quarter 2009/2010 <sup>1</sup>	1st quarter 2008/2009 <sup>2</sup>
<b>EBITA<sup>3</sup></b>	<b>49,170</b>	<b>56,028</b>
Amortization/depreciation of property rights, licenses and property, plant and equipment	11,855	11,632
Write-down of reworkable service parts	1,943	1,283
<b>EBITDA<sup>3</sup></b>	<b>62,968</b>	<b>68,943</b>
Interest paid	-2,746	-4,308
Income taxes paid	-13,181	-11,901
Gain on disposal of intangible assets and property, plant and equipment	-33	-85
Increase/decrease in accruals	3,904	-13,400
Other non-cash income/expenses	-1,389	3,149
Decrease in working capital	21,448	32,013
Decrease/increase in other assets and other liabilities	1,644	-1,837
<b>Cash flow from operating activities</b>	<b>72,615</b>	<b>72,574</b>
Payments received from the disposal of property, plant and equipment	106	1,468
Payments received from the disposal of investments	2	3
Payments made for investment in intangible assets	-1,457	-3,094
Payments made for investment in property, plant and equipment	-8,345	-9,625
Payments made for acquisition of consolidated affiliated companies, jointly controlled entities and other business units	0	-5,041
Payments made for investments	0	-305
Payments made for investment in reworkable service parts	-2,461	-2,477
<b>Cash flow from investment activities</b>	<b>-12,155</b>	<b>-19,071</b>
Payments received from loan draw-downs	40,036	5,000
Payments made for repayment of financial loans	-13,575	-3,086
Payments made to minority interest and other distributions	-4,254	-83
Payments made due to special items	-303	-232
<b>Cash flow from financing activities</b>	<b>21,904</b>	<b>1,599</b>
<b>Net increase/decrease in cash and cash equivalents</b>	<b>82,364</b>	<b>55,102</b>
Change in cash and cash equivalents from exchange rate movements	-3	110
Cash and cash equivalents at beginning of period <sup>4</sup>	5,816	-2,537
<b>Cash and cash equivalents at end of period<sup>4</sup></b>	<b>88,177</b>	<b>52,675</b>

<sup>1</sup> October 1, 2009 – December 31, 2009.

<sup>2</sup> October 1, 2008 – December 31, 2008.

<sup>3</sup> Previous year: after elimination of profit charges arising from the carve-out (further information under "Effect of Profit Charges arising from the Carve-out").

<sup>4</sup> Include cash and cash equivalents and current bank borrowings.

## CHANGES IN EQUITY.

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	Equity attributable to equity holders of Wincor Nixdorf AG								Equity
	Other components of equity						Total	Minority interest	
	Subscribed capital	Retained earnings	Treasury shares	Add. paid-in capital	Exchange rate changes	Cash flow Hedges/ Securities			
<b>As of October 1, 2008</b>	<b>33,085</b>	<b>291,922</b>	<b>-87,226</b>	<b>43,299</b>	<b>-9,765</b>	<b>-2,995</b>	<b>268,320</b>	<b>7,321</b>	<b>275,641</b>
Total comprehensive income	0	35,861	0	1,074	-2,651	1,959	36,243	37	36,280
Takeover of shares	0	0	0	0	0	0	0	-26	-26
<b>As of December 31, 2008</b>	<b>33,085</b>	<b>327,783</b>	<b>-87,226</b>	<b>44,373</b>	<b>-12,416</b>	<b>-1,036</b>	<b>304,563</b>	<b>7,332</b>	<b>311,895</b>
<b>As of October 1, 2009</b>	<b>33,085</b>	<b>344,970</b>	<b>-87,226</b>	<b>43,593</b>	<b>-14,565</b>	<b>3,059</b>	<b>322,916</b>	<b>7,095</b>	<b>330,011</b>
Total comprehensive income	0	33,581	0	1,035	1,438	-3,689	32,365	133	32,498
Takeover of shares	0	-3,015	0	0	0	0	-3,015	-975	-3,990
Distributions	0	-110	0	0	0	0	-110	-145	-255
<b>As of December 31, 2009</b>	<b>33,085</b>	<b>375,426</b>	<b>-87,226</b>	<b>44,628</b>	<b>-13,127</b>	<b>-630</b>	<b>352,156</b>	<b>6,108</b>	<b>358,264</b>

## SELECTED EXPLANATORY NOTES.

### PRINCIPLES OF CONSOLIDATION, ACCOUNTING AND VALUATION.

The condensed Group interim financial statements of Wincor Nixdorf Aktiengesellschaft (in the following "Wincor Nixdorf AG") have been compiled in accordance with the requirements of the International Accounting Standards Board (IASB) and the bulletins of the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the European Union.

The consolidation, accounting and valuation policies applied to the condensed Group interim financial statements are generally based on the same consolidation, accounting and valuation policies used in the Group financial statements for fiscal 2008/2009. The applied methods of accounting and valuation are described in detail in the Notes to the Group financial statements as of September 30, 2009.

From fiscal 2009/2010 the following standards are applicable for the first time:

- IFRS 8 "Operating Segments" (to be applied for periods beginning on or after January 1, 2009)
- IFRS 3 revised "Business Combinations" (to be applied for periods beginning on or after July 1, 2009)
- Amendments to IAS 39 "Financial Instruments: Recognition and Measurement – Eligible Hedged Items" (to be applied for periods beginning on or after July 1, 2009)
- IFRIC 13 "Customer Loyalty Programmes" (to be applied for periods beginning on or after January 1, 2009)
- IFRIC 14 "IAS 19 – The Limit of a Defined Benefit Asset, Minimum Funding Requirements and their Interaction" (to be applied for periods beginning on or after January 1, 2009)
- IFRIC 12 "Service Concession Arrangements" (to be applied for periods beginning on or after March 29, 2009)
- IFRIC 16 "Hedges of Net Investment in a Foreign Operation" (to be applied for periods beginning on or after July 1, 2009)

- Amendments to IFRS 1 and IAS 27 "Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate" (to be applied for periods beginning on or after January 1, 2009)
- Amendments to IFRS 2 "Share-Based Payment: Vesting Conditions and Cancellations" (to be applied for periods beginning on or after January 1, 2009)
- Amendments to IAS 1 "Presentation of Financial Statements: A Revised Presentation" (to be applied for periods beginning on or after January 1, 2009)
- Amendments to IAS 23 "Borrowing Costs" (to be applied for periods beginning on or after January 1, 2009)
- Amendments to IAS 32 and IAS 1 "Puttable Financial Instruments and Obligations Arising on Liquidation" (to be applied for periods beginning on or after January 1, 2009)
- Amendments to IAS 27 "Consolidated and Separate Financial Statements" (to be applied for periods beginning on or after July 1, 2009)
- "Improvements to IFRS" (to be applied for periods beginning on or after January 1, 2009/July 1, 2009)

The amended standards had no material effect on the condensed Group interim financial statements of Wincor Nixdorf AG as of December 31, 2009.

### CONSOLIDATION GROUP.

The Group financial statements as of December 31, 2009, include those companies in which Wincor Nixdorf AG directly or indirectly has a majority of the voting rights (subsidiaries), or from which it is able to derive the greater part of the economic benefit and bears the greater part of the risk by virtue of its power to govern corporate financial and operating policies. Inclusion of such companies' accounts in the Group financial statements begins when Wincor Nixdorf AG starts to exercise control over the company, and ceases when it is no longer able to do so.

## GROUP EQUITY.

The changes in Group equity and individual elements thereof are shown in detail in the Changes in Equity table.

**Treasury Shares.** As of December 31, 2009, the total number of treasury shares held by the Company was 1,420,980. This equals 4.295% of the subscribed capital. The acquisition costs, including ancillary costs of acquisition to the amount of €91k, amounting to €87,226k were deducted in full from equity.

**Share-based Payment Program.** The changes in the composition of share options are as follows:

	1st quarter 2009/2010		1st quarter 2008/2009	
	Number	Average exercise price €	Number	Average exercise price €
As of October 1	983,830	45.62	945,810	62.08
Expired during the period	13,000	45.76	2,000	55.33
<b>As of December 31</b>	<b>970,830</b>	<b>45.62</b>	<b>943,810</b>	<b>62.10</b>
Exercisable as of December 31	0	-	0	-

The share-based payment programs are described in detail in the Notes to the Group financial statements as of September 30, 2009.

## SEGMENT REPORT.

Internal reporting within the Wincor Nixdorf Group is conducted on the basis of the customer profiles "Banking" and "Retail". As chief operating decision maker (CODM) within the meaning of IFRS 8, our Board of Directors assesses the performance of these two operating segments on the basis of corporate reporting and makes decisions about resources to be allocated. The performance of the operating segments is assessed in particular by referring to "net sales with external customers" as well as "EBITA."

### Segment Report by Division.

ek

	Banking	Retail	Group
Net sales to external customers	419,081 (455,376)	188,081 (190,271)	<b>607,162</b> (645,647)
Operating profit (EBITA) <sup>1</sup>	39,189 (46,108)	9,981 (9,920)	<b>49,170</b> (56,028)
Investment in property rights, licenses and property, plant and equipment	7,631 (11,477)	971 (1,242)	<b>8,602</b> (12,719)
Investment in reworkable service parts	1,863 (2,051)	598 (426)	<b>2,461</b> (2,477)
Amortization/depreciation of property rights, licenses and property, plant and equipment	10,170 (9,874)	1,685 (1,758)	<b>11,855</b> (11,632)
Write-down of reworkable service parts	1,471 (1,062)	472 (221)	<b>1,943</b> (1,283)
Research & development expenses	16,477 (16,339)	9,047 (7,606)	<b>25,524</b> (23,945)

Comparative figures for 1st quarter 2008/2009 are shown in brackets for each item.

<sup>1)</sup> Previous year: after elimination of profit charges arising from the carve-out (further information under "Effect of Profit Charges arising from the Carve-out").

The respective segment assets did not change considerably compared to September 30, 2009.

**Reconciliation of Segment Profit to Profit for the Period.**

€k

	1st quarter 2009/2010	1st quarter 2008/2009
<b>Operating profit (EBITA)</b>	<b>49,170</b>	<b>56,028</b>
Goodwill amortization	0	0
<b>Operating profit (EBIT)</b>	<b>49,170</b>	<b>56,028</b>
Profit charges arising from the carve-out	0	-2,421
Finance income and finance costs	-1,347	-3,569
<b>Profit before income taxes</b>	<b>47,823</b>	<b>50,038</b>
Income taxes	-14,518	-15,008
<b>Profit for the period</b>	<b>33,305</b>	<b>35,030</b>

The operating profit (EBITA) of the previous year is stated here as the profit before taking into account the profit charges arising from the carve-out, which resulted from the amortization of product know-how acquired in the course of the carve-out. Since the product know-how was used by both segments, this amortization was not divided across both the segments, Retail and Banking.

**Net Sales by Regions.**

€k

	1st quarter 2009/2010	1st quarter 2008/2009
<b>Europe</b>	<b>430,570</b>	<b>487,695</b>
in % of total net sales	70.9	75.6
<b>included in Europe: Germany</b>	<b>178,416</b>	<b>154,940</b>
in % of total net sales	29.4	24.0
<b>Asia/Pacific/Africa</b>	<b>97,898</b>	<b>100,395</b>
in % of total net sales	16.1	15.5
<b>America</b>	<b>78,694</b>	<b>57,557</b>
in % of total net sales	13.0	8.9
<b>Total</b>	<b>607,162</b>	<b>645,647</b>

**EFFECT OF PROFIT CHARGES ARISING FROM THE CARVE-OUT.**

Wincor Nixdorf was demerged from Siemens Group by means of leveraged buy-out on October 1, 1999. The amount of the purchase price exceeding the net assets acquired was divided as follows:

	October 1, 1999
Product know-how	206,664
Goodwill	351,623
Negative goodwill	-1,274
	<b>557,013</b>

The amortization arising from this has impacted net profit on operating activities as follows:

	1st quarter 2009/2010	1st quarter 2008/2009
<b>Amortization of product know-how</b>	<b>0</b>	<b>2,421</b>

**Group Income Statement before Profit Charges Arising from the Carve-out.**

€k

	1st quarter 2009/2010	1st quarter 2008/2009
<b>Net sales</b>	<b>607,162</b>	<b>645,647</b>
Cost of sales	-453,753	-480,023
<b>Gross profit</b>	<b>153,409</b>	<b>165,624</b>
Research and development expenses	-25,524	-23,945
Selling, general and administration expenses	-78,715	-85,651
<b>Operating profit (EBIT)</b>	<b>49,170</b>	<b>56,028</b>
Goodwill amortization	0	0
<b>EBITA</b>	<b>49,170</b>	<b>56,028</b>
Amortization/depreciation of property rights, licenses and property, plant and equipment and write-down of reworkable service parts	13,798	12,915
<b>EBITDA</b>	<b>62,968</b>	<b>68,943</b>

## FURTHER INFORMATION.

### FINANCIAL CALENDAR FISCAL 2009/2010.\*

**April 28, 2010:**

Half-year Interim Report, 2009/2010

**July 28, 2010:**

Nine-month Interim Report, 2009/2010

**November 9, 2010:**

Preliminary results 2009/2010

**December 9, 2010:**

Annual Report 2009/2010 available online

\*All dates are preliminary and may be subject to change.

For further details about other Investor Relations events, please visit the website of Wincor Nixdorf AG at [www.wincor-nixdorf.com](http://www.wincor-nixdorf.com).

This annual report is available on the Internet in an HTML and PDF format, and can be accessed by visiting [www.wincor-nixdorf.com](http://www.wincor-nixdorf.com), Investor Relations/Reports & Financial Data.

### COVER.

Like most companies in these times of financial and economic crisis, the challenge facing Wincor Nixdorf is to push ahead and further stay on course. With demand at a low ebb in response to global developments, it is our belief that we have yet to reach more navigable waters. Nevertheless, Wincor Nixdorf is resolute in its implementation of the strategic changes that have seen us become an all-round provider of IT solutions for the business processes of our customers. One such example lies in the new Cash Cycle Management Solutions we will present at the Wincor World trade fair (see 'Key Events'). Given that the long-term trends in our core markets in retail banking and the retail industry remain in place, we believe we are in good shape to face the future and the challenges that the new fiscal year may bring.

This document contains forward-looking statements that are based on current estimates and assumptions made by the Board of Directors of Wincor Nixdorf AG to the best of its knowledge. Such forward-looking statements are subject to risks and uncertainties, the non-occurrence or occurrence of which could cause the actual results, including the financial condition and profitability of Wincor Nixdorf, to differ materially from or be more negative than those expressed or implied by such forward-looking statements. This also applies to the forward-looking estimates and forecasts derived from third-party studies. Consequently, neither the Company nor its management can give any assurance regarding the future accuracy of the opinions set forth in this document or the actual occurrence of the predicted developments.



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