

Q1 2015

Quarterly Financial Report January 1 to March 31, 2015

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Key Indicators

	Jan 1st to March 31, 2015	Jan 1st to March 31, 2014
Earnings per share (in EUR)	-0.03	-0.01
	31.03.2015	31.12.2014
Number of employees	1	1
Net financial position (in mill. EUR)	48.4	54.0
Total equity (in mill. EUR)	48.7	53.8
Outstanding Shares (in tsd. EUR)	4,282	4,757
Market Capitalisation (in mill. EUR)	44.0	48.7

FINANCIAL CALENDAR

Annual Shareholders' Meeting 2015, Hamburg	April, 27th 2015
3-Month Report 2015	May, 12th 2015
6-Month Report 2015	August, 12th 2015
9-Month Report 2015	November, 12th 2015

To our Shareholders

Dear Shareholders:

Now that UMS AG consummated the sale of its operating business in November 2014, the focus of the first quarter was to find ways to distribute the existing liquidity to you, our shareholders, as quickly as possible. To do so we conducted a share buyback program which ended on January 27, 2015, and in the course of which we purchased 475,609 shares at a price of EUR 10.50. We have distributed the first EUR 5.0 million of the purchase price to you.

Now it is a matter of further planning the dissolution of UMS AG and the distribution of the remaining liquidity. At the upcoming shareholders' meeting on April 27, 2015, it will be proposed to distribute almost all of the remaining distributable profit of EUR 32.2 million, i.e., EUR 7.53 per share. EUR 4.00 per share of this distribution will be made from the tax contribution account without withholding the investment income tax or the solidarity surcharge. A total of EUR 0.93 in investment income tax and solidarity surcharge will be withheld from the remaining EUR 3.53 per share.

A proposal will also be made to the shareholders that the company be dissolved as of April 30, 2015. At the end of the liquidation period of at least 12 months following dissolution, the remaining existing liquidity is to be distributed to the shareholders. From today's perspective, this will be approximately EUR 3.60 and is expected to be distributed without withholding of investment income tax and the solidarity surcharge.

The upcoming shareholders' meeting will be a decisive one for you, as well, and I look forward to seeing many of you there on April 27, 2015.



Sincerely,

A handwritten signature in blue ink, appearing to read 'Jørgen Madsen'. The signature is fluid and stylized.

Jørgen Madsen
CEO

Interim Management Report

as of March 31st 2015

Earnings position of UMS AG

Now that UMS AG sold its entire business operations in the past year and progress has been made with distributing the existing liquidity to the shareholders, the company is no longer the management holding company for the former UMS Group. As a result, UMS AG generated no revenues in the first quarter of 2015, following EUR 98k in the same period last year. The general administrative expenses of EUR 147k are higher than last year's amount of EUR 125k, primarily due to the share buyback plan carried out in January. The balance of other operating income and expenses amounted to EUR -18k, following EUR -34k in the first quarter of 2014. Other interest and similar income of EUR 30k (prior year: EUR 0k) was related to the time deposit of the sales proceeds. Altogether, there was a loss for the period of EUR 136k (prior year: loss of EUR 62k), which corresponds to a loss of 3 cents per share. In the prior year there was a loss of 1 cent per share.

Financial condition and assets and liabilities

The financial condition and net assets reflect the special status of UMS AG. Other assets of EUR 460k primarily consist of VAT input tax receivables and claims from reinsurance for the pension commitment. EUR 48,376k was used in the share buyback plan carried out in January so that cash on hand fell to EUR 48,376k and equity fell to EUR 48,668k. Following this share buyback there are now 4,282,059 shares in circulation. The provisions for pensions and the other provisions amounted to EUR 123k and were thus slightly under the figure at the end of 2014. Because of the payment of consultants' invoices in connection with the sale, trade payables fell to EUR 55k, from EUR 430k at year. The equity ratio now stands at 99.9 %, while the equity per outstanding share amounts to EUR 11.37, up from EUR 11.31 at fiscal year end.

Forecast, opportunities and risk report

The Company has no information that would result in a change in the material forecasts and other statements provided in the last management report regarding the company's development during the fiscal year. The statements made in the 2014 Annual Report on the opportunities and risks of the business model remain unchanged.

Outlook

The Management Board and the Supervisory Board will propose to the upcoming shareholders' meeting to distribute a dividend of EUR 7.53 per share. They will also propose that the company be dissolved as of April 30, 2015. If we succeed in wrapping up all of UMS AG's affairs within the next 12 months, the Management Board assumes that EUR 3.60 per share can be distributed to the shareholders at the end of the liquidation. This would mean that the total distribution before withholding of any investment income tax and solidarity surcharge would amount to EUR 11.13.

Balance Sheet

as of March 31, 2015 and December 31, 2014

ASSETS

in EUR	2015	2014
A. Non-current assets		
I. Tangible Assets	790.86	880.26
Other Equipment	790.86	880.26
B. Current Assets		
I. Receivables Trade and other Receivables		
Other Receivables thereof due after more than one year € 21,909.76 (PY: € 21,909.76)	459,755.41	405,934.04
	459,755.41	405,934.04
II. Cash, Cash in Banks	48,376,288.60	54,017,367.59
	48,376,288.60	54,017,367.59
C. Deferred Charges and Prepaid Expenses	9,703.82	16,178.78
	9,703.82	16,178.78
Total assets	48,846,538.69	54,440,360.67

EQUITY AND LIABILITIES

in EUR	2015	2014
A. Equity		
I. Common Stock		
Share Capital	6,016,261.00	6,016,261.00
Treasury Shares	601,426.56	0.00
	5,414,834.44	6,016,261.00
II. Capital Reserve	11,120,348.82	11,120,348.82
III. Earning Reserve - Other Reserves	0.00	4,392,467.94
IV. Accumulated gain	32,133,297.06	32,268,814.47
	48,668,480.32	53,797,892.23
B. Provisions and Accruals		
Accruals for Pensions and similar Obligations	38,482.05	38,482.05
Other Accruals	84,276.35	90,723.11
	122,758.40	129,205.16
C. Liabilities		
1. Trade Accounts payables thereof due within one year € 54,908.57 (PY: € 429,568.67)	54,908.57	429,568.67
2. Other Liabilities thereof due within one year € 391.40 (PY: € 83,693.69)	391.40	83,694.61
	55,299.97	513,263.28
Total equity	48,846,538.69	54,440,360.67

Income Statement

as of January 1st – March 31, 2015

in EUR	2015	2014
Revenues	0.00	97,500.00
Cost of Revenues	0.00	0.00
Gross Profit	0.00	97,500.00
General and Administrative Expenses	-146,843.03	-124,777.71
Other operating Income	1.44	3,870.43
thereof from currency exchange € 1.44 (PY: € 0.00)		
Other operating Expenses	-18,001.34	-38,234.20
thereof from currency exchange € 1.34 (PY: € 664.37)		
Interest and similar Income	29,533.33	0.00
Interest and similar Expenses	-207.81	-207.90
Result from ordinary Operations	-135,517.41	-61,849.38
Profit for the Year	-135,517.41	-61,849.38
Profit Carried Forward	32,268,814.47	2,675,358.97
Accumulated gain	32,133,297.06	2,613,509.59

Statement of Changes in Equity

in kEUR	Share Capital	Additional Paid-in Capital
Balance January 1, 2014	5,874	11,120
Comprehensive Income		
Balance March 31, 2014	5,874	11,120
Balance January 1, 2015	6,016	11,120
Share Buy Back	-601	
Comprehensive Income		
Use up of Earning Reserve due to Share Buy Back		
Balance March 31, 2015	5,415	11,120

Earning Reserve - Other Reserves	Accumulated gain/deficit	Total Equity
0	2,617	19,611
	-62	-62
0	2,555	19,549
4,392	32,269	53,797
		-601
	-135	-135
-4,392		-4,392
0	32,134	48,669

Cash Flow Statement

for the period as of January 1st – March 31st 2015 and 2014

in KEUR	2015	2014
Profit for the year	-135	-62
Working Capital adjustments		
Increase(-)/Decrease(+) in Prepaid expenses and other current assets	-47	46
Increase(+)/Decrease(-) in trade payables	-375	-45
Increase(+)/Decrease(-) in other accrued expenses and current liabilities	-90	45
= Net cash used for investing activities	-647	-16
Payments to shareholders due to share buy back	-4,994	0
= Net cash used in financing activities	-4,994	0
Net increase/decrease in cash and cash equivalents	-5,641	-16
+ Cash and cash equivalents at beginning of the period	54,017	60
= Cash and cash equivalents at end of period	48,376	44
Additional information on cash flows		
Payments for interest	0	0
Proceeds from interest	0	0
Payments for taxes on income	0	0

Notes

to the quarterly financial report as of March 31, 2015

1. Accounting policies

Like the annual report for fiscal year 2014, the quarterly report at March 31, 2015, was prepared in accordance with the statutory provisions. The Company is capital-market oriented within the meaning of § 264d of the German Commercial Code (HGB) and is therefore considered a large corporation within the meaning of § 267 (3) of the German Commercial Code (HGB).

The Company is exempt from the duty to prepare consolidated financial statements pursuant to § 290 (5) of the German Commercial Code, because its only subsidiary, Neuromed Italia S.r.L in liquidazione, Italy, is in liquidation and no longer does business and thus is not to be included in consolidated financial statements pursuant to § 296 of the German Commercial Code.

The following information should be read in conjunction with the audited financial statements, accompanying notes, and management report for the 2014 fiscal year contained in our annual report.

For the purpose of interim reporting, the same accounting policies as those explained in the notes to the 2014 annual financial statements were applied.

2. Events after the balance sheet date

There have been no post-balance-sheet events that could have a material effect on the Company's financial position, assets and liabilities or results of operations and would thus have to be reported here.

3. Shares held by board members

Name	Number of Shares	
	direct	indirect
Management Board		
Jørgen Madsen	320,965	0
Supervisory Board		
Wolfgang Biedermann	0	269,667
Dr. h.c. Norbert Heske	33,084	33,084

Imprint

Contact

UMS United Medical Systems International AG

Christian Möller, Investor Relations
Borsteler Chaussee 53
D-22453 Hamburg

Phone.: +49 (0) 40-50 01 77-00

Fax: +49 (0) 40-50 01 77-77

E-Mail: investor@umsag.com

www.umsag.com

Concept & Design

Contigo GmbH & Co. KG

Jahnstraße 2
D-56410 Montabaur
www.con-tigo.de

Forward-looking statements

This report contains forward-looking statements. These statements are based on current estimates and currently available information. They are not guarantees of future performance, involve certain risks and uncertainties that are difficult to predict, and are based upon assumptions as to future events that may not be accurate. Many factors could cause the actual results, performance or achievements of UMS AG to be materially different from those that may be expressed or implied by such statements. We do not assume any obligation to update the forward-looking statements contained in this report.

Variations for technical reasons

For technical reasons (e.g. conversion of technical formats) there may be variations between the accounting documents contained in the financial statements and management report and those submitted to the electronic Federal Gazette (Bundesanzeiger). In this case, the version submitted to the electronic Federal Gazette shall be binding.

This English version is a translation of the original German version; in the event of variations, the German version shall take precedence over the English translation.

United Medical Systems AG

Borsteler Chaussee 53
D-22453 Hamburg
Tel.: +49 (0) 40-50 01 77-00
Fax: +49 (0) 40-50 01 77-77
www.umsag.com