

LAUSANNE, JANUARY 25, 2019

PERFECT HOLDING SA CHANGES FROM IFRS TO SWISS GAAP FER

The Board of Directors of Perfect Holding SA has decided to change the Group's accounting standard from IFRS to Swiss GAAP FER starting with the 2018 consolidated financial statements. Swiss GAAP FER are recognised, comprehensible and comprehensive accounting standards ensuring the continued publication of high-quality and transparent financial reports.

The main effect of the changeover from IFRS to Swiss GAAP FER concerns the accounting policy on goodwill. Under IFRS, goodwill is capitalised and tested for its recoverable value (impairment test) annually. Two possible goodwill treatments exist under Swiss GAAP FER 30 "Consolidated Financial Statements": a) under basic treatment, goodwill can be amortised over a pre-defined duration (generally 5 years, more if justified), or b) under alternative treatment, it can be directly offset, as at the acquisition date, with retained earnings in equity. Perfect Holding has chosen the basic treatment and goodwill will therefore be amortised over 5 years, in principle.

As a result of the change of accounting standard, the group consolidated financial statements require restatement as of January 1, 2017. The impact on the consolidated equity as of December 31, 2017 is a decrease of approximately CHF 3.5 million.

With the change to Swiss GAAP FER, the shares of Perfect Holding SA will remain listed on the SIX Swiss Exchange, but under the Swiss Reporting Standard. A corresponding application to change the regulatory standard will be filed with the SIX Swiss Exchange for the change to become effective as from March 29, 2019, i.e. the date of publication of the company's 2018 annual report under Swiss GAAP FER.

Perfect Holding SA, listed on the SIX Swiss exchange (under PRFNJ), and its subsidiaries are dedicated to services to the business aircraft market.