

Sell EUR 18.50 (EUR 17.50) Price EUR 21.86 Downside -15.4 %	Value Indicators: EUR DCF: 18.38 FCF-Value Potential 15e: 0.00	Share data: Bloomberg: M3V GR Reuters: M3VG ISIN: DE000A0LBFE4	Description: A leading supplier of software for visual-based medical equipment
	Market Snapshot: EUR m Market cap: 39.8 No. of shares (m): 1.8 EV: 26.3 Freefloat MC: 10.5 Ø Trad. Vol. (30d; EUR): 11.89 th	Shareholders: Freefloat: 26.5 % Varian Medical Systems: 73.5 %	Risk Profile (WRe): 2014e Beta: 1.8 Price / Book: 0.9 x Equity Ratio: 79 %

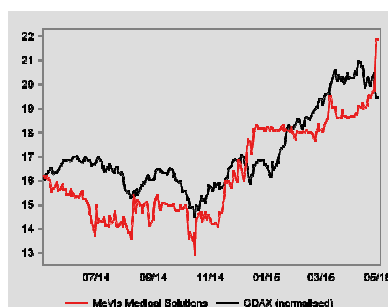
Final figures released; VMS holds 73.5% in MeVis

Stated Figures Q4/2014: FY End: 31.12. in EUR m					Comment on Figures: <ul style="list-style-type: none"> FX effects had a positive effect on top line. MeVis generates c. 85% of sales in US dollar, while costs arise almost fully in euro. Furthermore, sales in the segment of Digital Mammography increased by EUR 0.5m from EUR 9.4m to EUR 9.8m. This explains the slightly better than expected figures. Hence, EBIT came in slightly better. In addition, higher personnel costs were anticipated already. 				
	Q4 14	Q4 14e	Q4 13	yoy	14	14e	13	yoy	
Sales	3.4	3.1	3.5	-3 %	13.1	12.8	14.6	-10 %	
EBITDA	1.2	1.2	1.3	-6 %	5.6	5.5	6.1	-8 %	
<i>Margin</i>	35.3 %	38.0 %	36.7 %		42.7 %	43.5 %	41.8 %		
EBIT	0.7	0.5	0.9	-17 %	3.9	3.7	4.1	-4 %	
<i>Margin</i>	21.6 %	17.7 %	25.2 %		29.7 %	29.0 %	27.8 %		
EPS	0.15	0.09	0.44	-66 %	2.16	2.09	2.15	0 %	

Overall, MeVis reported sound final figures for the fiscal year 2014. While the effects from the changed cooperation with Hologic were anticipated already, it appears that these changes could be seen later in the future than assumed. Hence, MeVis reported figures slightly above the estimates. In particular, a full-year EBIT margin of 29.7% is impressive. Nevertheless, with an increased dependence on Hologic (now stands for 75% of revenues) the risk of declining sales and earnings increases disproportionately.

Takeover finished: VMS Deutschland Holdings GmbH, a subsidiary of Varian Medical systems, became major shareholder of MeVis, holding c. 73.5%. VMS announced a takeover offer in January 2015, which was successfully closed at the end of April 2015. In this takeover, VMS and MeVis have agreed to prepare and to close a domination agreement between the two companies. A cash compensation and guaranteed dividend will be determined in accordance the statutory requirements. The domination agreement does have to be approved by the AGM, but we expect limited surprises as VMS owns already 73.5% of MeVis' outstanding shares. However, we recommend selling the stock as upside potentials should be limited after the successful takeover by VMS Deutschland GmbH. Moreover, speculation on a high cash compensation and the guaranteed dividend should not provide significant potential, as MeVis has already reduced the annual dividend to a minimum of EUR 0.04 (EUR 0.84 WRe). **Sell – price target 18.50.**

Changes in Estimates: FY End: 31.12. in EUR m					Comment on Changes: <ul style="list-style-type: none"> Sales are increased slightly as the impacts from the changed cooperation with Hologic could take place later than initially assumed. However, earnings are reduced as a higher cost base is expected. It is mainly personnel that costs should increase in order to face the declining revenues with Hologic as new products have to be developed. 				
	2015e (old)	+ / -	2016e (old)	+ / -	2017e (old)	+ / -			
Sales	12.3	6.5 %	12.0	0.0 %	9.7	0.0 %			
EBITDA	4.7	-9.4 %	4.4	-9.1 %	2.2	-18.4 %			
EBIT	3.0	-18.6 %	2.7	-14.7 %	0.8	-48.5 %			
EBT	3.1	-18.0 %	2.8	-14.2 %	0.9	-43.3 %			
Net income	2.7	-18.0 %	2.5	-14.2 %	0.8	-43.3 %			

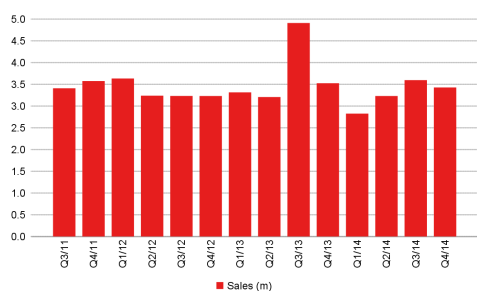


Rel. Performance vs CDAX:	
1 month:	21.2 %
6 months:	28.9 %
Year to date:	3.9 %
Trailing 12 months:	15.2 %

Company events:	
21.05.15	Q1
11.08.15	Q2
19.11.15	Q3

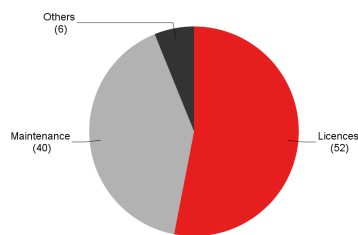
FY End: 31.12. in EUR m	CAGR (14-17e)	2011	2012	2013	2014	2015e	2016e	2017e
Sales	-9.6 %	13.7	13.3	14.6	13.1	13.1	12.0	9.7
Change Sales yoy		-4.3 %	-2.4 %	9.4 %	-10.3 %	0.1 %	-8.4 %	-19.5 %
<i>Gross profit margin</i>		112.3 %	114.1 %	104.9 %	104.3 %	102.6 %	103.3 %	105.4 %
EBITDA	-31.7 %	4.4	6.0	6.1	5.6	4.2	4.0	1.8
<i>Margin</i>		32.3 %	44.6 %	41.8 %	42.7 %	32.4 %	33.3 %	18.4 %
EBIT	-52.2 %	-1.6	3.0	4.1	3.9	2.4	2.3	0.4
<i>Margin</i>		-12.0 %	22.3 %	27.8 %	29.7 %	18.4 %	19.3 %	4.4 %
Net income	-50.1 %	-4.1	2.2	3.7	3.7	2.2	2.1	0.5
EPS	-50.0 %	-2.38	1.26	2.15	2.16	1.28	1.24	0.27
EPS adj.	-50.0 %	-2.38	1.26	2.15	2.16	1.28	1.24	0.27
DPS	0.0 %	0.00	0.00	0.00	0.04	0.04	0.04	0.04
Dividend Yield		0.0 %	0.0 %	0.0 %	0.3 %	0.2 %	0.2 %	0.2 %
FCFPS		1.34	1.56	3.39	1.90	1.48	1.32	0.31
EV / Sales		0.7 x	0.2 x	0.8 x	1.3 x	2.0 x	2.0 x	2.4 x
EV / EBITDA		2.2 x	0.4 x	2.0 x	3.1 x	6.2 x	6.0 x	13.3 x
EV / EBIT		n.a.	0.9 x	3.0 x	4.5 x	10.9 x	10.4 x	55.8 x
P / E		n.a.	5.2 x	6.0 x	7.2 x	17.1 x	17.6 x	81.0 x
P / E adj.		n.a.	5.2 x	6.0 x	7.2 x	17.1 x	17.6 x	81.0 x
FCF Yield Potential		3.2 %	123.0 %	35.5 %	15.2 %	10.9 %	10.9 %	2.6 %
Net Debt		-2.8	-8.7	-9.8	-9.3	-13.5	-15.7	-16.1
ROE		-18.0 %	9.9 %	15.1 %	13.1 %	6.9 %	6.0 %	1.3 %
ROCE (NOPAT)		-11.0 %	17.0 %	25.4 %	15.5 %	10.2 %	9.9 %	1.8 %
Guidance:		2015e: Sales EUR 13-13.5m; EBIT EUR 2-2.5m						

Sales development in EUR m



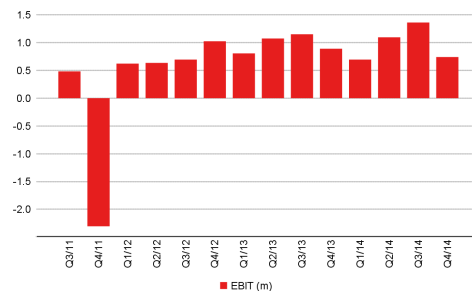
Source: Warburg Research

Sales by types 2013; in %



Source: Warburg Research

EBIT development in EUR m



Source: Warburg Research

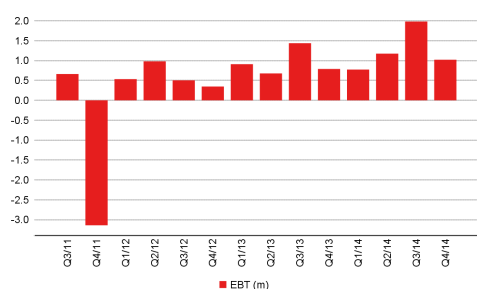
Company Background

- The origin of MeVis Medical Solutions AG, which was set up in 1998, dates back to 1992, when the CeVis (Center for Complex Systems and Visualization) was founded at the University of Bremen.
- The public company was founded with the aim of developing commercially successful disease-oriented products based on successes in scientific research and to market these.
- Since its foundation, MeVis has been active in the area of computer-aided, image-based medical diagnostics and therapy.
- MeVis has successfully risen to become a globally-leading provider of software solutions for medical imaging. This development is mainly based on the success in the area of digital mammography.
- Together with products by Hologic and Siemens, MeVis's solutions dominate this segment today. Furthermore, MeVis has a broad portfolio of new products.

Competitive Quality

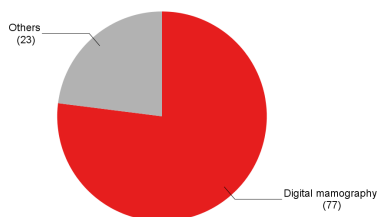
- MeVis follows a strategy of early market presence in the new areas of image-based medical technology. In focus here are mass market products.
- The ability to be an early market entrant differentiates MeVis from competitors.
- MeVis maintains long-term and interdisciplinary cooperation agreements with more than 100 hospitals and leading R&D centres in Germany, Europe, the US and Asia.
- MeVis fosters partnerships with the globally leading medical technology OEMs, for instance Siemens and Hologic.

EBT development in EUR m



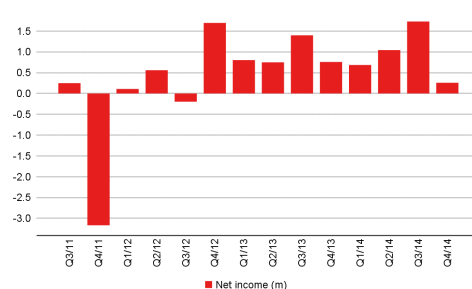
Source: Warburg Research

Sales by segments 2013; in %



Source: Warburg Research

Net income development in EUR m



Source: Warburg Research

DCF model

Figures in EUR m	Detailed forecast period			Transitional period										Term. Value
	2014	2015e	2016e	2017e	2018e	2019e	2020e	2021e	2022e	2023e	2024e	2025e	2026e	
Sales	13.1	13.1	12.0	9.7	7.8	7.5	7.3	7.2	7.2	7.3	7.5	7.7	7.9	
Sales change	-10.4 %	0.1 %	-8.4 %	-19.5 %	-19.5 %	-3.2 %	-3.1 %	-1.1 %	-0.7 %	2.3 %	2.5 %	2.5 %	2.5 %	2.5 %
EBIT	3.9	2.4	2.3	0.4	0.3	0.4	0.8	0.9	1.1	1.4	1.5	1.7	1.7	
EBIT-margin	29.7 %	18.4 %	19.3 %	4.4 %	4.4 %	5.1 %	10.4 %	13.0 %	15.8 %	19.1 %	20.0 %	22.0 %	22.0 %	
Tax rate (EBT)	24.9 %	12.0 %	12.0 %	12.0 %	12.0 %	12.0 %	12.0 %	28.0 %	28.0 %	28.0 %	28.0 %	28.0 %	28.0 %	
NOPAT	2.9	2.1	2.0	0.4	0.3	0.3	0.7	0.7	0.8	1.0	1.1	1.2	1.3	
Depreciation	1.7	1.8	1.7	1.4	1.1	1.0	0.9	0.9	0.9	0.8	0.8	0.8	0.7	
in % of Sales	12.9 %	14.0 %	14.0 %	14.0 %	14.0 %	13.0 %	13.0 %	12.0 %	12.0 %	11.0 %	11.0 %	10.0 %	9.0 %	
Changes in provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Change in Liquidity from														
- Working Capital	0.9	-0.3	-0.2	-0.4	-0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Capex	1.6	1.8	1.7	1.7	1.2	1.0	0.8	0.7	0.7	0.7	0.8	0.6	0.6	
Capex in % of Sales	11.9 %	13.4 %	14.4 %	17.4 %	15.0 %	13.0 %	11.0 %	10.0 %	10.0 %	10.0 %	10.0 %	8.0 %	8.0 %	
Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Free Cash Flow (WACC Model)	2.1	2.5	2.2	0.4	0.4	0.4	0.8	0.8	1.0	1.1	1.1	1.3	1.3	1
PV of FCF	0.0	2.3	1.8	0.3	0.2	0.2	0.5	0.4	0.4	0.4	0.4	0.4	0.4	4
share of PVs	37.73 %			31.16 %										31.11 %

Model parameter

Derivation of WACC:		Derivation of Beta:	
Debt ratio	0.00 %	Financial Strength	1.00
Cost of debt (after tax)	4.2 %	Liquidity (share)	2.00
Market return	7.00 %	Cyclicality	2.00
Risk free rate	1.50 %	Transparency	2.00
		Others	2.00
WACC	11.40 %	Beta	1.80

Valuation (m)

Present values 2026e	8		
Terminal Value	4		
Financial liabilities	0		
Pension liabilities	1		
Hybrid capital	0		
Minority interest	0		
Market val. of investments	0		
Liquidity	22	No. of shares (m)	1.8
Equity Value	33	Value per share (EUR)	18.38

Sensitivity Value per Share (EUR)

Beta	WACC	Terminal Growth							Beta	WACC	Delta EBIT-margin						
		1.75 %	2.00 %	2.25 %	2.50 %	2.75 %	3.00 %	3.25 %			-1.5 pp	-1.0 pp	-0.5 pp	+0.0 pp	+0.5 pp	+1.0 pp	+1.5 pp
1.98	12.4 %	17.70	17.73	17.77	17.81	17.86	17.90	17.95	1.98	12.4 %	17.28	17.46	17.64	17.81	17.99	18.16	18.34
1.89	11.9 %	17.95	17.99	18.04	18.08	18.13	18.18	18.24	1.89	11.9 %	17.53	17.72	17.90	18.08	18.27	18.45	18.63
1.85	11.7 %	18.08	18.13	18.18	18.23	18.28	18.34	18.40	1.85	11.7 %	17.67	17.86	18.04	18.23	18.42	18.60	18.79
1.80	11.4 %	18.23	18.27	18.33	18.38	18.44	18.50	18.57	1.80	11.4 %	17.81	18.00	18.19	18.38	18.57	18.76	18.95
1.75	11.2 %	18.38	18.43	18.49	18.55	18.61	18.68	18.75	1.75	11.2 %	17.96	18.16	18.35	18.55	18.74	18.94	19.13
1.71	10.9 %	18.53	18.59	18.65	18.72	18.79	18.87	18.94	1.71	10.9 %	18.12	18.32	18.52	18.72	18.92	19.12	19.32
1.62	10.4 %	18.88	18.95	19.02	19.10	19.19	19.28	19.37	1.62	10.4 %	18.48	18.68	18.89	19.10	19.31	19.52	19.73

- The DCF model bases on the assumption of declining revenues and earnings in the years to come.
- Operating leverage is expected to be burdened by lower sales volumes.
- Main aspect is the changed business model with Hologic (2016 onwards).
- Revenues with clients beside Hologic are not impacted by the transformation process.

Valuation	2011	2012	2013	2014	2015e	2016e	2017e
Price / Book	0.6 x	0.5 x	0.8 x	0.9 x	1.2 x	1.1 x	1.1 x
Book value per share ex intangibles	1.05	3.44	6.26	8.50	10.83	12.00	12.09
EV / Sales	0.7 x	0.2 x	0.8 x	1.3 x	2.0 x	2.0 x	2.4 x
EV / EBITDA	2.2 x	0.4 x	2.0 x	3.1 x	6.2 x	6.0 x	13.3 x
EV / EBIT	n.a.	0.9 x	3.0 x	4.5 x	10.9 x	10.4 x	55.8 x
EV / EBIT adj.*	n.a.	0.9 x	3.0 x	4.5 x	10.9 x	10.4 x	55.8 x
P / FCF	5.4 x	4.2 x	3.8 x	8.2 x	14.8 x	16.5 x	70.8 x
P / E	n.a.	5.2 x	6.0 x	7.2 x	17.1 x	17.6 x	81.0 x
P / E adj.*	n.a.	5.2 x	6.0 x	7.2 x	17.1 x	17.6 x	81.0 x
Dividend Yield	0.0 %	0.0 %	0.0 %	0.3 %	0.2 %	0.2 %	0.2 %
Free Cash Flow Yield Potential	3.2 %	123.0 %	35.5 %	15.2 %	10.9 %	10.9 %	2.6 %
*Adjustments made for: -							

Consolidated profit & loss

In EUR m	2011	2012	2013	2014	2015e	2016e	2017e
Sales	13.7	13.3	14.6	13.1	13.1	12.0	9.7
Change Sales yoy	-4.3 %	-2.4 %	9.4 %	-10.3 %	0.1 %	-8.4 %	-19.5 %
Increase / decrease in inventory	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Own work capitalised	2.4	2.4	1.4	1.2	1.0	1.0	1.0
Total Sales	16.1	15.8	16.0	14.3	14.1	13.0	10.7
Material Expenses	0.7	0.5	0.7	0.6	0.7	0.6	0.5
Gross profit	15.4	15.2	15.3	13.7	13.4	12.4	10.2
<i>Gross profit margin</i>	<i>112.3 %</i>	<i>114.1 %</i>	<i>104.9 %</i>	<i>104.3 %</i>	<i>102.6 %</i>	<i>103.3 %</i>	<i>105.4 %</i>
Personnel expenses	9.2	8.1	7.9	7.0	7.5	7.2	7.2
Other operating income	1.1	1.1	0.5	1.0	0.4	0.4	0.4
Other operating expenses	2.9	2.3	1.9	2.0	2.1	1.6	1.6
Unfrequent items	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBITDA	4.4	6.0	6.1	5.6	4.2	4.0	1.8
<i>Margin</i>	<i>32.3 %</i>	<i>44.6 %</i>	<i>41.8 %</i>	<i>42.7 %</i>	<i>32.4 %</i>	<i>33.3 %</i>	<i>18.4 %</i>
Depreciation of fixed assets	3.0	0.5	0.4	0.2	0.3	0.2	0.2
EBITA	1.5	5.5	5.7	5.4	4.0	3.8	1.6
Amortisation of intangible assets	3.1	2.5	1.9	1.5	1.6	1.4	1.2
Goodwill amortization	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBIT	-1.6	3.0	4.1	3.9	2.4	2.3	0.4
<i>Margin</i>	<i>-12.0 %</i>	<i>22.3 %</i>	<i>27.8 %</i>	<i>29.7 %</i>	<i>18.4 %</i>	<i>19.3 %</i>	<i>4.4 %</i>
EBIT adj.	-1.6	3.0	4.1	3.9	2.4	2.3	0.4
Interest income	0.1	0.1	0.1	0.2	0.1	0.1	0.1
Interest expenses	0.3	0.3	0.1	0.0	0.0	0.0	0.0
Other financial income (loss)	-1.0	-0.3	-0.2	0.9	0.0	0.0	0.0
EBT	-2.9	2.4	3.8	4.9	2.5	2.4	0.5
<i>Margin</i>	<i>-21.3 %</i>	<i>17.7 %</i>	<i>26.3 %</i>	<i>37.8 %</i>	<i>19.2 %</i>	<i>20.2 %</i>	<i>5.4 %</i>
Total taxes	1.2	0.2	0.1	1.2	0.3	0.3	0.1
Net income from continuing operations	-4.1	2.2	3.7	3.7	2.2	2.1	0.5
Income from discontinued operations (net of tax)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net income before minorities	-4.1	2.2	3.7	3.7	2.2	2.1	0.5
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net income	-4.1	2.2	3.7	3.7	2.2	2.1	0.5
<i>Margin</i>	<i>-29.9 %</i>	<i>16.2 %</i>	<i>25.4 %</i>	<i>28.4 %</i>	<i>16.9 %</i>	<i>17.7 %</i>	<i>4.8 %</i>
Number of shares, average	1.7	1.7	1.7	1.7	1.7	1.7	1.7
EPS	-2.38	1.26	2.15	2.16	1.28	1.24	0.27
EPS adj.	-2.38	1.26	2.15	2.16	1.28	1.24	0.27

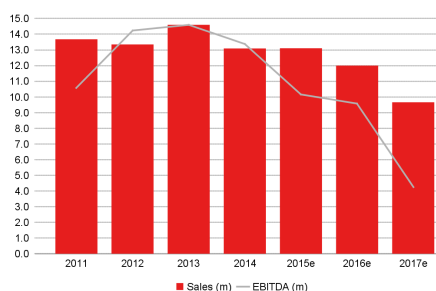
*Adjustments made for:

Guidance: 2015e: Sales EUR 13-13.5m; EBIT EUR 2-2.5m

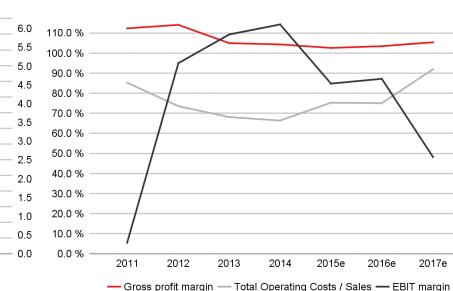
Financial Ratios

	2011	2012	2013	2014	2015e	2016e	2017e
Total Operating Costs / Sales	85.2 %	73.5 %	68.1 %	66.5 %	75.2 %	75.0 %	92.0 %
Operating Leverage	16.3 x	n.a.	3.9 x	0.4 x	-410.6 x	0.5 x	4.2 x
EBITDA / Interest expenses	12.8 x	17.2 x	57.5 x	253.9 x	n.a.	n.a.	n.a.
Tax rate (EBT)	-40.4 %	8.3 %	3.5 %	24.9 %	12.0 %	12.0 %	12.0 %
Dividend Payout Ratio	0.0 %	0.0 %	0.0 %	1.9 %	3.1 %	3.2 %	14.9 %
Sales per Employee	102,075	113,110	135,185	116,884	116,992	107,143	86,245

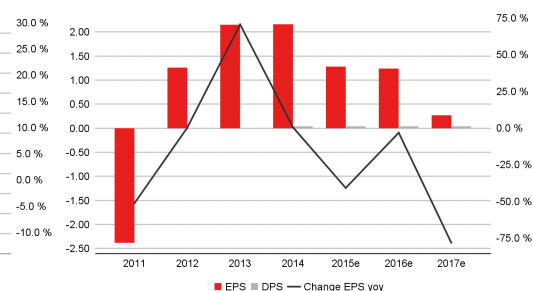
Sales, EBITDA
in EUR m



Operating Performance
in %



Performance per Share



Source: Warburg Research

Source: Warburg Research

Source: Warburg Research

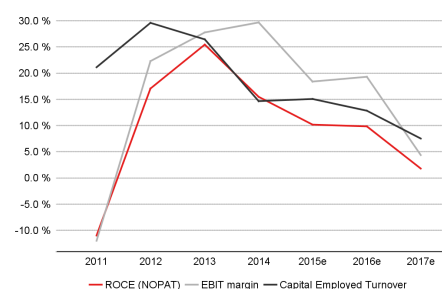
Consolidated balance sheet

In EUR m	2011	2012	2013	2014	2015e	2016e	2017e
Assets							
Goodwill and other intangible assets	18.9	16.8	15.7	15.6	15.5	15.6	15.9
thereof other intangible assets	6.3	6.2	5.0	5.0	4.9	5.0	5.3
thereof Goodwill	12.6	10.6	10.6	10.6	10.6	10.6	10.6
Property, plant and equipment	0.7	0.3	0.5	0.4	0.4	0.4	0.4
Financial assets	0.3	0.3	1.2	1.6	1.6	1.6	1.6
Other long-term assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fixed assets	19.9	17.5	17.4	17.6	17.5	17.5	17.9
Inventories	0.3	0.2	0.0	0.0	0.1	0.1	0.0
Accounts receivable	4.4	3.9	2.0	2.7	2.9	2.6	2.1
Liquid assets	7.5	8.7	9.8	9.3	13.5	15.7	16.1
Other short-term assets	0.5	0.7	4.8	8.7	8.8	8.8	8.8
Current assets	12.7	13.4	16.6	20.7	25.2	27.2	27.0
Total Assets	32.5	30.9	34.0	38.3	42.7	44.7	44.9
Liabilities and shareholders' equity							
Subscribed capital	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Capital reserve	28.1	28.1	9.8	9.8	9.8	9.8	9.8
Retained earnings	0.0	0.0	0.0	0.0	0.0	2.1	2.6
Other equity components	-9.2	-7.1	14.9	18.7	22.6	22.5	22.5
Shareholder's equity	20.7	22.8	26.4	30.3	34.2	36.2	36.7
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total equity	20.7	22.8	26.4	30.3	34.2	36.2	36.7
Provisions	1.1	0.8	0.4	0.5	0.5	0.5	0.5
thereof provisions for pensions and similar obligations	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Financial liabilities (total)	4.7	0.0	0.0	0.0	0.0	0.0	0.0
thereof short-term financial liabilities	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Accounts payable	1.2	1.1	0.8	0.6	1.1	1.0	0.8
Other liabilities	4.8	6.2	6.3	6.9	6.9	6.9	6.9
Liabilities	11.8	8.1	7.6	8.0	8.5	8.4	8.2
Total liabilities and shareholders' equity	32.5	30.9	34.0	38.3	42.7	44.7	44.9

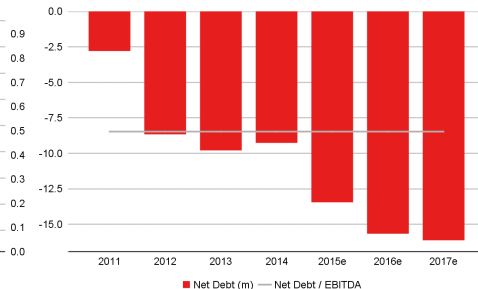
Financial Ratios

	2011	2012	2013	2014	2015e	2016e	2017e
Efficiency of Capital Employment							
Operating Assets Turnover	3.3 x	4.1 x	8.4 x	5.2 x	5.8 x	5.8 x	5.8 x
Capital Employed Turnover	0.8 x	0.9 x	0.9 x	0.6 x	0.6 x	0.6 x	0.5 x
ROA	-20.6 %	12.4 %	21.3 %	21.1 %	12.7 %	12.1 %	2.6 %
Return on Capital							
ROCE (NOPAT)	-11.0 %	17.0 %	25.4 %	15.5 %	10.2 %	9.9 %	1.8 %
ROE	-18.0 %	9.9 %	15.1 %	13.1 %	6.9 %	6.0 %	1.3 %
Adj. ROE	-18.0 %	9.9 %	15.1 %	13.1 %	6.9 %	6.0 %	1.3 %
Balance sheet quality							
Net Debt	-2.8	-8.7	-9.8	-9.3	-13.5	-15.7	-16.1
Net Financial Debt	-2.8	-8.7	-9.8	-9.3	-13.5	-15.7	-16.1
Net Gearing	-13.5 %	-38.1 %	-37.0 %	-30.6 %	-39.4 %	-43.2 %	-43.9 %
Net Fin. Debt / EBITDA	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Book Value / Share	12.0	13.2	15.4	17.6	19.8	21.0	21.3
Book value per share ex intangibles	1.1	3.4	6.3	8.5	10.8	12.0	12.1

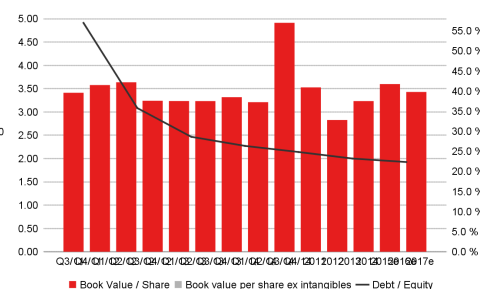
ROCE Development



Net debt in EUR m



Book Value per Share in EUR



Source: Warburg Research

Source: Warburg Research

Source: Warburg Research

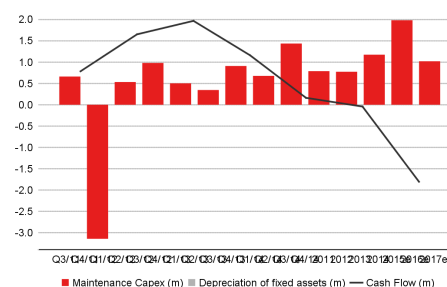
Consolidated cash flow statement

In EUR m	2011	2012	2013	2014	2015e	2016e	2017e
Net income	-1.3	3.1	3.7	3.7	2.2	2.1	0.5
Depreciation of fixed assets	3.0	0.5	0.2	0.2	0.3	0.2	0.2
Amortisation of goodwill	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Amortisation of intangible assets	3.1	2.5	1.9	1.5	1.6	1.4	1.2
Increase/decrease in long-term provisions	0.0	-0.4	-0.3	0.0	0.0	0.0	0.0
Other non-cash income and expenses	0.0	0.1	0.6	-0.3	0.0	0.0	0.0
Cash Flow	4.8	5.7	6.1	5.2	4.0	3.8	1.8
Increase / decrease in inventory	-0.2	0.1	0.2	0.0	-0.1	0.0	0.1
Increase / decrease in accounts receivable	1.0	0.1	1.0	-0.2	-0.2	0.3	0.5
Increase / decrease in accounts payable	-0.5	-0.6	0.4	-0.1	0.5	-0.1	-0.2
Increase / decrease in other working capital positions	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Increase / decrease in working capital (total)	0.4	-0.4	1.6	-0.3	0.3	0.2	0.4
Net cash provided by operating activities	5.1	5.3	7.7	4.8	4.3	4.0	2.2
Investments in intangible assets	-2.7	-2.5	-1.5	-1.5	-1.5	-1.5	-1.5
Investments in property, plant and equipment	-0.1	-0.1	-0.4	-0.1	-0.3	-0.2	-0.2
Payments for acquisitions	-3.0	-1.4	0.0	0.0	0.0	0.0	0.0
Financial investments	1.1	0.9	0.0	0.0	0.0	0.0	0.0
Income from asset disposals	0.0	0.0	-3.7	-3.5	0.0	0.0	0.0
Net cash provided by investing activities	-4.7	-3.1	-5.6	-5.0	-1.8	-1.7	-1.7
Change in financial liabilities	0.0	0.0	-0.1	0.0	0.0	0.0	0.0
Dividends paid	0.0	0.0	0.0	0.0	-0.1	-0.1	-0.1
Purchase of own shares	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Capital measures	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	1.7	0.0	0.0
Net cash provided by financing activities	0.0	0.0	-0.1	0.0	1.6	-0.1	-0.1
Change in liquid funds	0.4	2.1	2.1	-0.2	4.2	2.2	0.5
Effects of exchange-rate changes on cash	0.1	-0.1	-0.1	0.2	0.0	0.0	0.0
Cash and cash equivalent at end of period	6.1	8.1	10.1	9.3	13.5	15.7	16.1

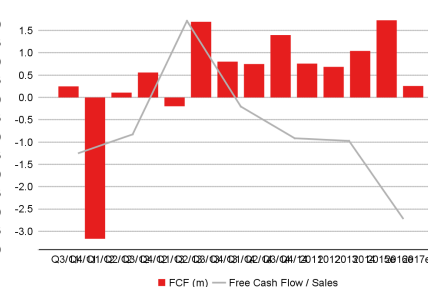
Financial Ratios

	2011	2012	2013	2014	2015e	2016e	2017e
Cash Flow							
FCF	2.3	2.7	5.8	3.3	2.5	2.3	0.5
Free Cash Flow / Sales	16.9 %	20.1 %	40.0 %	25.0 %	19.5 %	19.0 %	5.5 %
Free Cash Flow Potential	0.3	3.2	4.4	2.7	2.9	2.6	0.6
Free Cash Flow / Net Profit	-56.4 %	124.3 %	157.5 %	88.1 %	115.3 %	107.1 %	115.3 %
Interest Received / Avg. Cash	1.4 %	0.8 %	1.1 %	2.2 %	0.9 %	0.7 %	0.6 %
Interest Paid / Avg. Debt	5.7 %	14.7 %	n.a.	n.a.	n.a.	n.a.	n.a.
Management of Funds							
Investment ratio	20.5 %	19.5 %	12.7 %	11.9 %	13.4 %	14.4 %	17.4 %
Maint. Capex / Sales	21.4 %	19.1 %	11.3 %	12.9 %	12.9 %	14.1 %	17.5 %
Capex / Dep	46.2 %	87.3 %	92.8 %	92.1 %	95.4 %	102.9 %	124.4 %
Avg. Working Capital / Sales	27.1 %	24.2 %	14.3 %	12.9 %	15.5 %	15.0 %	15.5 %
Trade Debtors / Trade Creditors	378.4 %	341.2 %	255.9 %	472.0 %	263.6 %	260.0 %	262.5 %
Inventory Turnover	2.8 x	3.0 x	n.a.	n.a.	6.6 x	6.0 x	n.a.
Receivables collection period (days)	118	107	50	76	81	79	79
Payables payment period (days)	599	780	422	333	613	608	605
Cash conversion cycle (Days)	-424	-621	n.a.	n.a.	-545	-534	n.a.

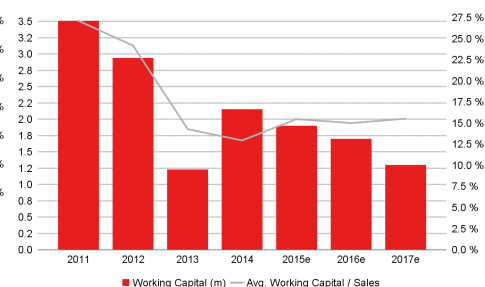
CAPEX and Cash Flow in EUR m



Free Cash Flow Generation



Working Capital



Source: Warburg Research

Source: Warburg Research

Source: Warburg Research

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Company	Disclosure	Link to the historical price targets and rating changes (last 12 months)
MeVis Medical Solutions	3, 4, 5, 6, 7	http://www.mmwarburg.com/disclaimer/disclaimer_en/DE000A0LBFE4.htm

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Investment recommendation: expected direction of the share price development of the financial instrument up to the given price target in the opinion of the analyst who covers this financial instrument.

-B-	Buy:	The price of the analysed financial instrument is expected to rise over the next 12 months.
-H-	Hold:	The price of the analysed financial instrument is expected to remain mostly flat over the next 12 months.
-S-	Sell:	The price of the analysed financial instrument is expected to fall over the next 12 months.
“-“	Rating suspended:	The available information currently does not permit an evaluation of the company.

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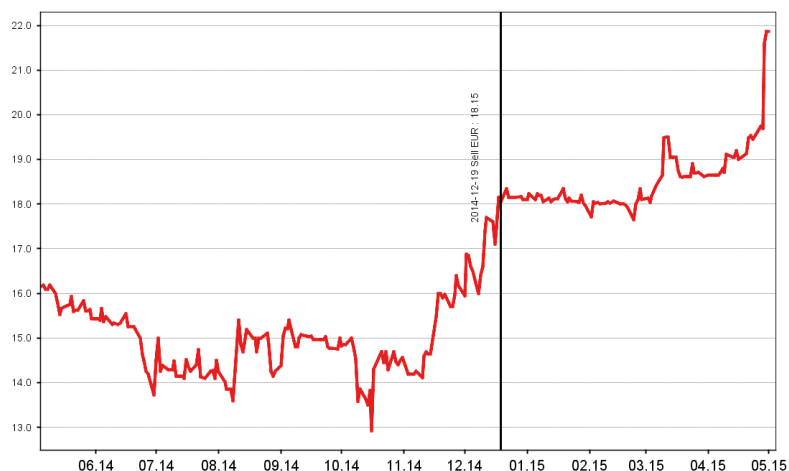
Rating	Number of stocks	% of Universe
Buy	100	55
Hold	71	39
Sell	8	4
Rating suspended	4	2
Total	183	100

WARBURG RESEARCH GMBH – ANALYSED RESEARCH UNIVERSE BY RATING ...

... Looking only at companies for which a disclosure according to § 34b of the Germany Securities Trading Act and the FinAnV has to be made.

Rating	Number of stocks	% of Universe
Buy	80	59
Hold	48	36
Sell	4	3
Rating suspended	3	2
Total	135	100

PRICE AND RATING HISTORY MEVIS MEDICAL SOLUTIONS AS OF 04.05.2015



The chart has markings if Warburg Research GmbH changed its rating in the last 12 months. Every marking represents the date and closing price on the day of the rating change.

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