



DUFRY

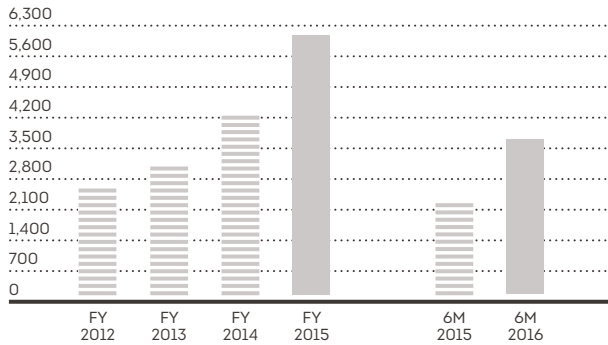
WorldClass.WorldWide.

SIX MONTHS REPORT
2016

DUFRY AT A GLANCE

TURNOVER

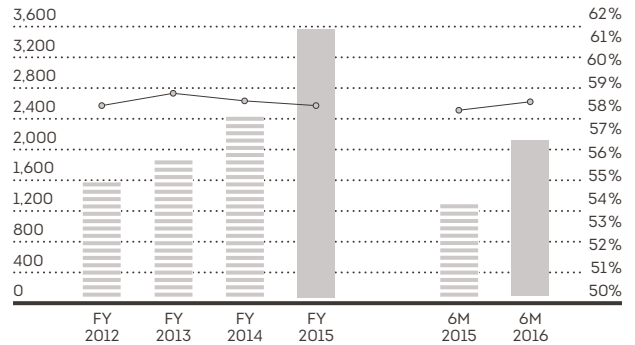
IN MILLIONS OF CHF



GROSS PROFIT

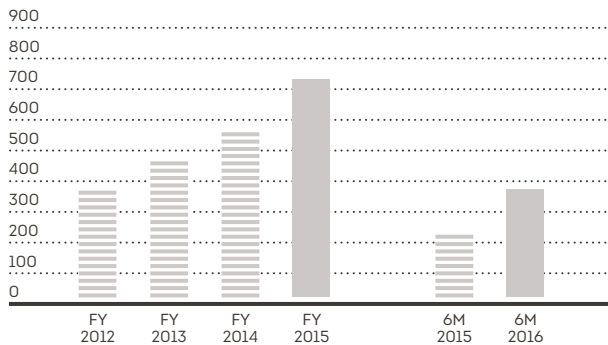
IN MILLIONS OF CHF

MARGIN



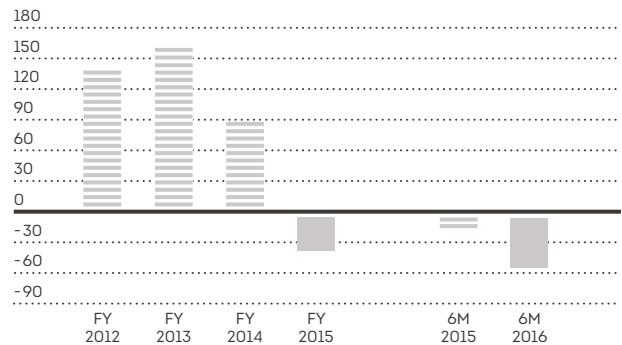
EBITDA¹

IN MILLIONS OF CHF



NET EARNINGS / (LOSS)

IN MILLIONS OF CHF



¹ EBITDA before other operational result and linearization

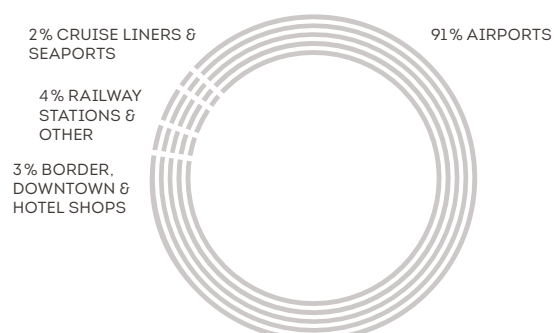
NET SALES BY DIVISION



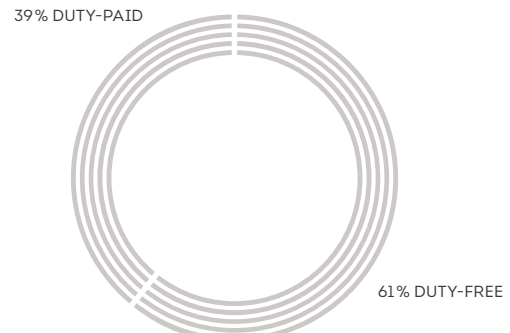
NET SALES BY PRODUCT CATEGORIES



NET SALES BY CHANNEL



NET SALES BY MARKET SECTOR



INTERIM CONSOLIDATED INCOME STATEMENT

FOR THE 6 MONTHS ENDED JUNE 30, 2016

IN MILLIONS OF CHF	NOTE	Unaudited 6M 2016	Unaudited 6M 2015	Unaudited Q2 2016	Unaudited Q2 2015
CONTINUING OPERATIONS					
Net sales		3,514.3	2,156.0	1,932.0	1,172.9
Advertising income		96.6	73.2	48.7	37.4
Turnover		3,610.9	2,229.2	1,980.7	1,210.3
Cost of sales		(1,503.1)	(938.2)	(827.4)	(505.6)
Gross profit		2,107.8	1,291.0	1,153.3	704.7
Selling expenses		(1,026.3)	(585.8)	(568.5)	(321.5)
Personnel expenses		(519.0)	(343.1)	(260.4)	(177.1)
General expenses		(182.5)	(127.8)	(91.1)	(63.0)
Share of result of associates		1.3	2.4	1.5	1.6
EBITDA¹		381.3	236.7	234.8	144.7
Depreciation, amortization and impairment		(274.4)	(170.0)	(136.9)	(86.2)
Linearization		(52.8)	-	(9.7)	-
Other operational result		(22.4)	(21.0)	(17.0)	(17.4)
Earnings before interest and taxes (EBIT)		31.7	45.7	71.2	41.1
Gain / (loss) financial instruments at fair value through profit and loss		-	(0.6)	-	(0.6)
Interest expenses		(106.9)	(84.9)	(52.2)	(50.6)
Interest income		11.7	6.2	6.7	2.4
Foreign exchange gain / (loss)		(3.3)	16.0	(2.6)	(3.1)
Earnings before taxes (EBT)		(66.8)	(17.6)	23.1	(10.8)
Income tax	4	8.3	3.4	(1.6)	2.4
Net earnings from continuing operations		(58.5)	(14.2)	21.5	(8.4)
DISCONTINUED OPERATIONS					
Net earnings / (loss) from discontinued operations		-	0.1	-	0.2
Net earnings		(58.5)	(14.1)	21.5	(8.2)
ATTRIBUTABLE TO					
Equity holders of the parent		(75.0)	(25.0)	10.6	(16.0)
Non-controlling interests		16.5	10.9	10.9	7.8
EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT					
Basic earnings / (loss) per share		(1.39)	(0.66)	0.20	(0.42)
Diluted earnings / (loss) per share		(1.39)	(0.66)	0.20	(0.42)
Weighted average number of outstanding shares in thousands		53,778	37,709	53,778	37,798
EARNINGS PER SHARE FOR CONTINUING OPERATIONS					
Basic earnings / (loss) per share attributable to equity holders of the parent		(1.39)	(0.66)	0.20	(0.42)
Diluted earnings / (loss) per share attributable to equity holders of the parent		(1.39)	(0.66)	0.20	(0.42)

¹ EBITDA before other operational result and linearization

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE 6 MONTHS ENDED JUNE 30, 2016

IN MILLIONS OF CHF	NOTE	Unaudited 6M 2016	Unaudited 6M 2015	Unaudited Q2 2016	Unaudited Q2 2015
Net earnings / (loss)		(58.5)	(14.1)	21.5	(8.2)
OTHER COMPREHENSIVE INCOME					
Actuarial gains / (losses) on defined benefit plans		(4.9)	(2.2)	(5.1)	(3.9)
Income tax		0.5	0.3	0.5	0.5
Items not being reclassified to net income in subsequent periods, net of tax		(4.4)	(1.9)	(4.6)	(3.4)
Exchange differences on translating foreign operations		(177.9)	(258.5)	(15.6)	(119.7)
Net gain / (loss) on hedge of net investment in foreign operations		61.8	43.3	(0.9)	32.5
Changes in the fair value of forward exchange contracts held as cash flow hedges		1.1	(1.1)	0.6	(1.1)
Share of other comprehensive income of associates		(0.2)	-	(0.1)	-
Income tax on above positions		(0.3)	-	(0.2)	-
Items to be reclassified to net income in subsequent periods, net of tax		(115.5)	(216.3)	(16.2)	(88.3)
Total other comprehensive income / (loss), net of tax		(119.9)	(218.2)	(20.8)	(91.7)
Total comprehensive income / (loss), net of tax		(178.4)	(232.3)	0.7	(99.9)
ATTRIBUTABLE TO					
Equity holders of the parent		(192.5)	(226.6)	(12.1)	(98.5)
Non-controlling interests		14.1	(5.7)	12.8	(1.4)
Total comprehensive income / (loss) attributable to equity holders of the parent		(192.5)	(226.6)	(12.1)	(98.5)
ATTRIBUTABLE TO					
Continuing operations		(192.5)	(226.6)	(12.1)	(98.7)
Discontinued operations		-	-	-	0.2

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT JUNE 30, 2016

IN MILLIONS OF CHF	NOTE	Unaudited 30.06.2016	Audited 31.12.2015
ASSETS			
Property, plant and equipment		594.5	604.6
Intangible assets		6,931.2	7,308.2
Investments in associates		37.0	41.4
Deferred tax assets		188.2	203.9
Other non-current assets		344.8	347.4
Non-current assets		8,095.7	8,505.5
Inventories		913.1	907.3
Trade and credit card receivables		138.4	132.8
Other accounts receivable	5	412.6	336.0
Income tax receivables		21.1	27.8
Financial instruments at fair value through profit and loss		-	17.7
Cash and cash equivalents		575.8	432.5
Current assets		2,061.0	1,854.1
Total assets		10,156.7	10,359.6
LIABILITIES AND SHAREHOLDERS' EQUITY			
Equity attributable to equity holders of the parent		2,934.1	3,149.1
Non-controlling interests		199.2	183.6
Total equity		3,133.3	3,332.7
Financial debt		4,253.5	4,313.1
Deferred tax liabilities		601.8	693.1
Provisions		169.1	183.9
Post-employment benefit obligations		52.9	55.3
Other non-current liabilities		100.6	64.9
Non-current liabilities		5,177.9	5,310.3
Trade payables		627.1	546.8
Financial debt		110.5	77.3
Income tax payables		44.9	44.1
Provisions		157.6	153.7
Other liabilities		905.4	894.7
Current liabilities		1,845.5	1,716.6
Total liabilities		7,023.4	7,026.9
Total liabilities and shareholders' equity		10,156.7	10,359.6

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE 6 MONTHS ENDED JUNE 30, 2016

2016 IN MILLIONS OF CHF	ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT									TOTAL	NON-CON- TROLLING INTERESTS	TOTAL EQUITY
	NOTE	Share capital	Share premium	Treasury shares	Capital reserve for mandatory convertible notes	Employee benefit reserve	Hedging & revalu- ation reserves	Trans- lation reserves	Retained earnings			
Balance at January 1		269.4	4,259.3	(14.3)	-	(21.3)	0.7	(185.8)	(1,158.9)	3,149.1	183.6	3,332.7
Net earnings / (loss)		-	-	-	-	-	-	-	(75.0)	(75.0)	16.5	(58.5)
Other comprehensive income / (loss)		-	-	-	-	(4.4)	0.8	(113.9)	-	(117.5)	(2.4)	(119.9)
Total comprehensive income / (loss) for the period		-	-	-	-	(4.4)	0.8	(113.9)	(75.0)	(192.5)	14.1	(178.4)
TRANSACTIONS WITH OR DISTRIBUTIONS TO SHAREHOLDERS												
Dividends to non-controlling interests		-	-	-	-	-	-	-	-	-	(26.9)	(26.9)
Share-based payment		-	-	-	-	-	-	-	0.5	0.5	-	0.5
Tax effect on equity transactions		-	-	-	-	-	-	-	-	-	-	-
Total transactions with or distributions to owners		-	-	-	-	-	-	-	0.5	0.5	(26.9)	(26.4)
CHANGES IN OWNERSHIP INTERESTS IN SUBSIDIARIES												
Changes in participation of non-controlling interests	6	-	-	-	-	-	-	-	(23.0)	(23.0)	28.4	5.4
Balance at June 30		269.4	4,259.3	(14.3)	-	(25.7)	1.5	(299.7)	(1,256.4)	2,934.1	199.2	3,133.3

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE 6 MONTHS ENDED JUNE 30, 2016

2015 IN MILLIONS OF CHF	ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT									TOTAL	NON-CON- TROLLING INTERESTS	TOTAL EQUITY
	NOTE	Share capital	Share premium	Treasury shares	Capital reserve for mandatory convertible notes	Employee benefit reserve	Hedging & revalu- ation reserves	Trans- lation reserves	Retained earnings			
Balance at January 1		179.5	1,964.7	(14.3)	262.8	(32.9)	-	(112.2)	46.0	2,293.6	159.5	2,453.1
Net earnings / (loss)		-	-	-	-	-	-	-	(25.0)	(25.0)	10.9	(14.1)
Other comprehensive income / (loss)		-	-	-	-	(1.8)	(1.1)	(198.6)	(0.1)	(201.6)	(16.6)	(218.2)
Total comprehensive income for the period		-	-	-	-	(1.8)	(1.1)	(198.6)	(25.1)	(226.6)	(5.7)	(232.3)
TRANSACTIONS WITH OR DISTRIBUTIONS TO SHAREHOLDERS												
Dividends to non-controlling interests		-	-	-	-	-	-	-	-	-	(22.1)	(22.1)
Rights issue		80.8	2,119.2	-	-	-	-	-	-	2,200.0	-	2,200.0
Conversion of mandatory convertible notes		9.1	253.7	-	(262.8)	-	-	-	-	-	-	-
Transaction costs for equity instruments		-	(94.0)	-	-	-	-	-	-	(94.0)	-	(94.0)
Share-based payment		-	-	-	-	-	-	-	2.5	2.5	-	2.5
Tax effect on equity transactions		-	-	-	-	-	-	-	-	-	-	-
Total transactions with or distributions to owners		89.9	2,278.9	-	(262.8)	-	-	-	2.5	2,108.5	(22.1)	2,086.4
CHANGES IN OWNERSHIP INTERESTS IN SUBSIDIARIES												
Changes in participation of non-controlling interests	6	-	-	-	-	-	-	-	-	-	2.5	2.5
Balance at June 30		269.4	4,243.6	(14.3)	-	(34.7)	(1.1)	(310.8)	23.4	4,175.5	134.2	4,309.7

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE 6 MONTHS ENDED JUNE 30, 2016

IN MILLIONS OF CHF	NOTE	Unaudited 6M 2016	Unaudited 6M 2015	Unaudited Q2 2016	Unaudited Q2 2015
CASH FLOWS FROM OPERATING ACTIVITIES					
Earnings before taxes (EBT)		(66.8)	(17.6)	23.1	(10.8)
Net profit / (loss) from discontinued operations		-	0.1	-	0.2
Total earnings before taxes (EBT)		(66.8)	(17.5)	23.1	(10.6)
ADJUSTMENTS FOR:					
Depreciation, amortization and impairment		274.4	170.0	136.9	86.2
Loss / (gain) on sale of non-current assets		0.2	0.5	0.1	0.3
Increase / (decrease) in allowances and provisions		10.6	12.3	(1.1)	5.7
Loss / (gain) on unrealized foreign exchange differences		5.1	(8.5)	(10.3)	2.7
Other non-cash items		29.8	2.5	(1.9)	1.4
Share of result of associates		(1.3)	(2.4)	(1.5)	(1.6)
Interest expense		106.9	84.9	52.2	50.6
Interest income		(11.7)	(6.2)	(6.7)	(2.4)
Cash flow before working capital changes		347.2	235.6	190.8	132.3
Decrease / (increase) in trade and other accounts receivable		(95.8)	35.2	(114.0)	3.5
Decrease / (increase) in inventories		(30.9)	(7.8)	(16.3)	(15.8)
Increase / (decrease) in trade and other accounts payable		126.0	(96.3)	156.3	27.4
Dividends received from associates		4.9	4.5	4.7	3.7
Cash generated from operations		351.4	171.2	221.5	151.1
Income taxes paid		(36.4)	(28.3)	(23.1)	(19.0)
Net cash flows from operating activities		315.0	142.9	198.4	132.1
CASH FLOW FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		(99.4)	(56.8)	(56.2)	(30.8)
Purchase of intangible assets		(37.5)	(156.5)	(34.8)	(5.1)
Purchase of financial assets		-	(15.2)	-	(15.2)
Proceeds from sale of property, plant and equipment		3.6	3.8	2.1	0.4
Interest received		8.4	3.5	4.2	1.5
Business combinations, net of cash		(0.1)	-	-	-
Proceeds from sale of interests in subsidiaries and associates		3.9	28.6	-	-
Proceeds from sale of financial assets		17.5	-	-	-
Net cash flows used in investing activities		(103.6)	(192.6)	(84.7)	(49.2)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from issue of new shares		-	2,200.0	-	2,200.0
Transaction costs paid for issuance of financial instruments		(2.5)	(51.7)	-	(51.6)
Proceeds from bank loans		56.5	146.2	-	32.0
Repayment of bank loans		(7.4)	(60.1)	(7.1)	(1.5)
Proceeds from / (repayment of) 3 rd party loans		(0.2)	3.3	(0.3)	1.4
Dividends paid to non-controlling interest		(26.7)	(22.1)	(20.0)	(17.0)
Net contributions from / (purchase of) non-controlling interests		(0.1)	1.1	(0.1)	1.1
Interest paid		(95.9)	(66.6)	(34.1)	(40.4)
Net cash flows (used in) / from financing activities		(76.3)	2,150.1	(61.6)	2,124.0
Currency translation on cash		8.2	(5.5)	40.2	(42.6)
(Decrease) / increase in cash and cash equivalents		143.3	2,094.9	92.3	2,164.3
CASH AND CASH EQUIVALENTS AT THE					
- beginning of the period		432.5	513.0	483.5	443.6
- end of the period		575.8	2,607.9	575.8	2,607.9

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE 6 MONTHS ENDED JUNE 30, 2016

1. CORPORATE INFORMATION

Dufry AG (the Company) is a publicly listed company with headquarters in Basel, Switzerland. The Company is the world's leading travel retail company. It operates around 2,200 shops worldwide. The shares of the Company are listed on the Swiss Stock Exchange (SIX) in Zürich and its Brazilian Depository receipts on the BM&FBOVESPA in São Paulo.

The interim consolidated financial statements of Dufry AG and its subsidiaries (Dufry or the group) for the period ended June 30, 2016 were authorized for public disclosure in accordance with a resolution of the Board of Directors of the Company dated July 27, 2016.

2. BASIS OF PREPARATION AND CHANGES TO THE ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The interim consolidated financial statements for the period ended June 30, 2016 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Dufry's annual financial statements as of December 31, 2015.

2.2 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Dufry's annual financial statements for the year ended December 31, 2015, except for the new or revised Standards and Interpretations adopted in these financial statements (effective January 1, 2016). Their adoption did not have a significant impact on the amounts reported in these financial statements or disclosures therein.

Annual Improvements 2012 – 2014 – issued September 2014

- IFRS 5 non-current assets held for sale and discontinued operations: Changes in methods of disposal are clarified, i.e. whether such a change in a disposal method would qualify as a change to a plan of sale. This amendment does not currently have any impact on Dufry.
- IAS 34 Interim Financial reporting: Disclosure of information “elsewhere in the interim financial report” is clarified and requires the inclusion of a cross reference from the interim financial statements to the location of this information.

Disclosure initiative (Amendments to IAS 1 – Presentation of Financial Statements)

- Materiality: Aggregation or disaggregation should not obscure useful information. Materiality applies to each of the primary financial statements, the notes and each specific disclosure required by IFRS.
- Line items in primary financial statements: Additional guidance for line items to be presented in primary statements and new requirements regarding the use of subtotals.
- Notes to the financial statements: Determination of the order of the notes should include consideration of understandability and comparability of financial statements.
- Equity accounted investments: An entity’s share of other comprehensive income would be split between those items that will and will not be reclassified to profit or loss, and presented in aggregate as single line items within those two groups.

3. SEGMENT INFORMATION

Dufry's risks and returns are predominantly affected by the fact that Dufry operates in different countries. Therefore, Dufry presents the segment information as it does internally to the Group Executive Committee, using geographical segments and the distribution centers as an additional segment.

As of January 1, 2016 Dufry implemented the new management organization resulting in five geographical Divisions and one global distribution centre segment. The divisions comprise all retail operations of the former Dufry Regions, as well as, The Nuance and World Duty Free business.

We refer to pages 62/63 of the Dufry's 2015 annual report for the assignment of each of the 370 locations to the respective segments.

The comparative figures for 2015 were prepared accordingly to reflect the above-mentioned changes.

Segment information 6M

IN MILLIONS OF CHF	2016				2015 *			
	TURNOVER			EBITDA ¹	TURNOVER			EBITDA ¹
	with external customers	with other divisions	TOTAL		with external customers	with other segments	TOTAL	
Southern Europe and Africa	744.2	-	744.2	85.8	364.6	-	364.6	53.7
UK, Central and Eastern Europe	964.1	-	964.1	99.0	350.8	-	350.8	21.8
Asia, Middle East and Australia	372.4	-	372.4	27.7	267.4	-	267.4	13.9
Latin America	719.9	-	719.9	33.3	649.4	-	649.4	25.1
North America	790.1	-	790.1	80.7	574.6	-	574.6	63.9
Distribution Centers	20.2	406.9	427.1	54.8	22.4	388.9	411.3	58.3
Total divisions	3,610.9	406.9	4,017.8	381.3	2,229.2	388.9	2,618.1	236.7
Eliminations	-	(406.9)	(406.9)	-	-	(388.9)	(388.9)	-
Dufry	3,610.9	-	3,610.9	381.3	2,229.2	-	2,229.2	236.7

¹ EBITDA before linearization and other operational result

* Adjusted

Segment information Q2

IN MILLIONS OF CHF	2016				2015 *			
	TURNOVER			EBITDA ¹	TURNOVER			EBITDA ¹
	with external customers	with other segments	TOTAL		with external customers	with other segments	TOTAL	
Southern Europe and Africa	457.3	-	457.3	56.8	239.3	-	239.3	44.6
UK, Central and Eastern Europe	536.5	-	536.5	65.1	200.5	-	200.5	18.6
Asia, Middle East and Australia	185.2	-	185.2	14.9	130.4	-	130.4	7.5
Latin America	368.1	-	368.1	16.7	322.3	-	322.3	9.1
North America	422.8	-	422.8	52.3	307.5	-	307.5	37.9
Distribution Centers	10.8	212.4	223.2	29.0	10.3	202.3	212.6	27.0
Total divisions	1,980.7	212.4	2,193.1	234.8	1,210.3	202.3	1,412.6	144.7
Eliminations	-	(212.4)	(212.4)	-	-	(202.3)	(202.3)	-
Dufry	1,980.7	-	1,980.7	234.8	1,210.3	-	1,210.3	144.7

¹ EBITDA before linearization and other operational result

* Adjusted

Segment assets and liabilities

IN MILLIONS OF CHF	30.06.2016		31.12.2015 *	
	TOTAL ASSETS	TOTAL LIABILITIES	TOTAL ASSETS	TOTAL LIABILITIES
Southern Europe and Africa	2,618.8	834.0	2,612.5	700.4
UK, Central and Eastern Europe	2,194.5	669.1	2,585.4	785.6
Asia, Middle East and Australia	572.6	289.4	604.4	292.8
Latin America	2,035.0	403.4	2,021.1	354.1
North America	1,321.4	293.4	1,319.1	279.8
Distribution Centers	650.2	178.2	668.7	152.2
Total divisions	9,392.5	2,667.5	9,811.2	2,564.9
Unallocated positions	764.2	4,355.9	548.4	4,462.0
Dufry	10,156.7	7,023.4	10,359.6	7,026.9

* Adjusted

4. INCOME TAXES

IN MILLIONS OF CHF	Unaudited 6M 2016	Unaudited 6M 2015	Unaudited Q2 2016	Unaudited Q2 2015
Current income tax	(46.4)	(19.0)	(27.2)	(12.3)
Deferred income tax	54.7	22.4	25.6	14.7
Total	8.3	3.4	(1.6)	2.4

5. OTHER ACCOUNTS RECEIVABLE

IN MILLIONS OF CHF	Unaudited 30.06.2016	Audited 31.12.2015
Receivables for refund from suppliers	112.2	96.7
Receivables for rental services	108.6	92.2
Sales tax and other tax credits	103.2	87.6
Prepayments	37.5	18.6
Accrued income	13.3	3.8
Receivables from subtenants and business partners	12.8	13.0
Guarantee deposits	8.6	7.7
Personnel receivables	4.5	4.2
Loans receivable	1.6	6.2
Derivative financial assets	1.6	1.7
Other	19.2	16.5
Total	423.1	348.2
Allowances	(10.5)	(12.2)
Total	412.6	336.0

6. TRANSACTIONS WITH NON-CONTROLLING INTERESTS

IN MILLIONS OF CHF	Unaudited 6M 2016	Unaudited 6M 2015	Unaudited Q2 2016	Unaudited Q2 2015
Lenrianta CSJC 20 % *	16.0	-	16.0	-
Nuance Group Fashion & Luxury Duty Free Pvt. Ltd 50 %	7.0	-	7.0	-
Increase in Dufrey's interest	23.0	-	23.0	-
Division North America, increase in share capital of several subsidiaries	5.1	2.8	2.9	2.1
Other	0.3	(0.3)	(0.4)	(0.1)
TOTAL	28.4	2.5	25.5	2.0

* After its initial purchase as part of The Nuance Group, on April 26, 2016 Dufrey took over the total shares of Lenrianta, i.e. the remaining 1,076 shares representing 20% of the total share capital for a total consideration of CHF 1. Lenrianta is a travel retailer operating the airport of Pulkovo at Saint Petersburg in Russia. This step up acquisition generated a change in the participation of non-controlling interests (see statement of changes in equity).

7. PRINCIPAL FOREIGN EXCHANGE RATES APPLIED FOR VALUATION AND TRANSLATION

IN CHF	AVERAGE RATE		CLOSING RATE	
	6M 2016	Q2 2016	30.06.2016	
1 USD	0.9818	0.9705	0.9773	
1 EUR	1.0958	1.0961	1.0822	
1 GBP	1.4078	1.3928	1.2963	
IN CHF	6M 2015	Q2 2015	30.06.2015	31.12.2015
1 USD	0.9470	0.9413	0.9352	0.9997
1 EUR	1.0571	1.0416	1.0429	1.0863
1 GBP	1.4424	1.4422	1.4707	1.4730

8. SEASONALITY

Dufrey has its strongest months of turnover and EBITDA between July and September corresponding to the summer time in the northern hemisphere, whereas the first quarter is the weakest. These seasonality effects are more prominent on results than in turnover.



To the Board of Directors of
Dufry AG, Basel

Basel, 27 July 2016

Report on the review of interim condensed consolidated financial statements

Introduction

We have reviewed the interim condensed consolidated financial statements of Dufry AG as of 30 June 2016, comprising of the interim consolidated statement of financial position as of 30 June 2016 and the related interim consolidated income statement, comprehensive income, changes in equity and cash flows for the six and three-month period then ended and explanatory notes (Pages 3 to 13). The Board of Directors is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting".

Ernst & Young Ltd

A handwritten signature in black ink, appearing to read 'Chiomento'.

Bruno Chiomento
Licensed audit expert
(Auditor in charge)

A handwritten signature in black ink, appearing to read 'Krämer'.

Christian Krämer
Licensed audit expert