

**Consolidated Interim Report for the First Nine Months of Fiscal Year 2009/2010**

**Revenues €11,003 thousand / EBIT €248 thousand / Consolidated loss €288 thousand / Order backlog -42.2% / Incoming orders (ytd) -8.9% / expected consolidated revenues 2009/2010: approx. €14.8 million / expected consolidated result 2009/2010: approx. €0.4 million**

CeoTronics AG Audio Video Data Communication (ISIN: DE0005407407), Adam-Opel-Strasse 6, 63322 Rödermark, Germany, listed in the Prime Standard and the DAXplus Family Index, generated consolidated revenues of €11,003 thousand in the period under review from June 1, 2009, to February 28, 2010, in accordance with IFRSs (previous year: €14,140 thousand).

The Group's consolidated order backlog as of February 28, 2010, fell by 42.2% year-on-year. Incoming orders in the first nine months of fiscal year 2009/2010 were down 8.9% on the same period in the previous year.

The first nine months of fiscal year 2009/2010 closed with EBIT of €-248 thousand (previous year: €1,593 thousand), a loss before tax of €367 thousand (previous year: profit of €1,513 thousand), and a consolidated loss of €288 thousand (previous year: consolidated profit of €1,189 thousand). Earnings per share were €0.04 (previous year: €0.18). Gross cash flow amounted to €139 thousand (previous year: €1,581 thousand).

Consolidated equity amounted to €12,167 thousand as of February 28, 2010. This produces an equity ratio of 69.5% (previous year: 72.7%).

Investments in the first nine months of fiscal year 2009/2010 totaled €656 thousand, down slightly on the figure for the prior-year period (€688 thousand). The Group's cash and cash equivalents increased by €17 thousand to €827 thousand.

The number of employees in the Group (including trainees) declined to 153 as of February 28, 2010 (previous year: 156).

The price of CeoTronics shares declined by 8.7% in the reporting period.

Consolidated revenues of approx. €14.8 million are currently expected for fiscal year 2009/2010 and a consolidated loss of approx. €0.4 million.

Issuer's information and explanatory remarks on this ad hoc disclosure:

The year-on-year decline in revenues is due, among other things, to the last batch of the major order from the German Armed Forces worth over €3.1 million being delivered and invoiced in the previous year. Furthermore, the effects of the worst global economic and financial crisis in 80 years impacted the course of business at CeoTronics, despite the obvious investment bottleneck and the need for customers to

make up ground in communications technology. Moreover, weak order intake in the second and third quarters of the current fiscal year and in the fourth quarter of fiscal year 2008/2009 had an adverse effect on revenue and order backlog development, as did the severe delays in the switch to digital radio by security authorities and organizations in Germany and Northern Europe.

The significant decline in revenues meant that CeoTronics was unable to match the key earnings figures and financial indicators recorded in the same time of the previous year.

"In the following fiscal years, CeoTronics is set to achieve higher revenues and correspondingly positive earnings figures due, among other things, to the economic recovery and the switch to digital radio by governments and industry in Germany and Northern Europe," said Thomas H. Günther, Chairman of the Board of Management.

Further information:

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