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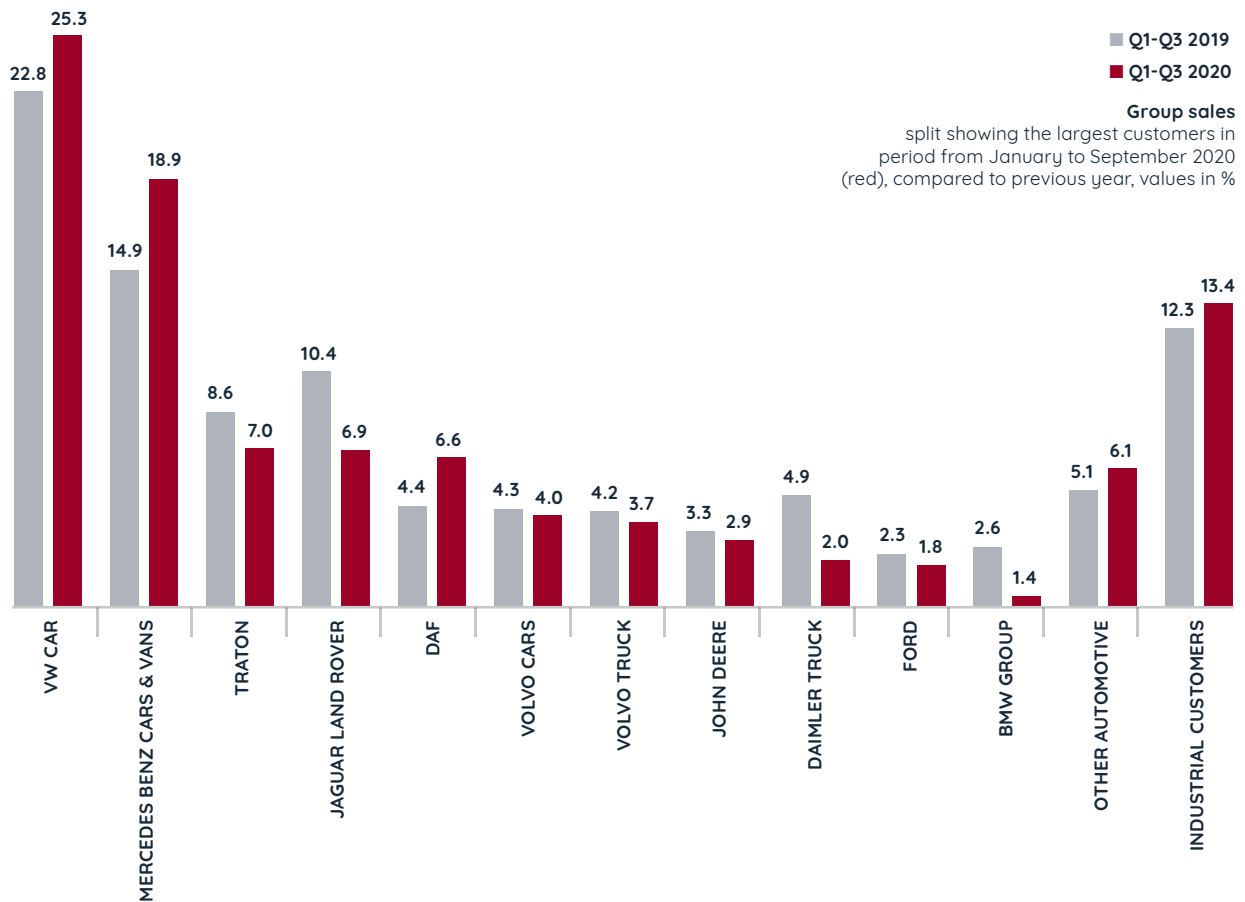
KEY FIGURES

Key figures Q1-Q3	Unit	Q1-Q3 2020	Q1-Q3 2019	Change
Sales	EUR m	379.4	470.3	-19.3%
EBITDA	EUR m	20.6	47.8	N/A
EBITDA margin (EBITDA/sales)	%	5.4%	10.2%	-4.8% pt.
EBIT	EUR m	-6.2	22.2	N/A
EBIT margin (EBIT/sales)	%	-1.6%	4.7%	-6.3% pt.
Earnings after tax	EUR m	-10.4	14.1	N/A
Earnings per share	EUR	-0.50	0.62	N/A
Investments in fixed assets	EUR m	12.4	28.2	-55.9%
Equity ratio (equity/balance sheet total)	%	40.5%	41.3%	-0.8% pt.
Net working capital (NWC)	EUR m	127.9	125.3	2.1%
Average capital employed	EUR m	428.8	398.7	7.6%
Net debt (+)/assets (-)	EUR m	157.1	163.3	-3.8%
Employees (incl. leasing personnel) end of period	FTE	3,851	4,571	-15.8%

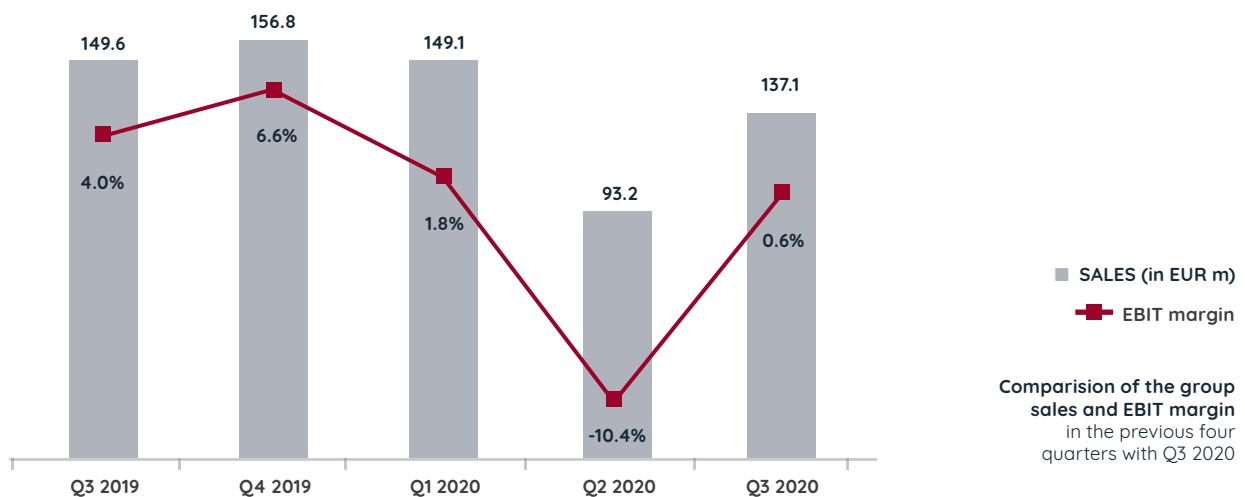
Key figures quarterly	Unit	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
Sales	EUR m	149.6	156.8	149.1	93.2	137.1
EBITDA	EUR m	14.6	20.6	11.7	-1.0	9.9
EBITDA margin (EBITDA/sales)	%	9.8%	13.1%	7.8%	-1.0%	7.2%
EBIT	EUR m	6.1	10.4	2.7	-9.7	0.9
EBIT margin (EBIT/sales)	%	4.0%	6.6%	1.8%	-10.4%	0.6%
Earnings after tax	EUR m	3.7	9.0	1.5	-10.3	-1.5
Earnings per share	EUR	0.16	0.40	0.06	-0.48	-0.08
Investments in fixed assets	EUR m	6.6	20.0	5.8	0.7	5.9
Equity ratio (equity/balance sheet total)	%	41.3%	41.7%	40.7%	40.0%	40.5%
Net working capital (NWC)	EUR m	125.3	125.4	122.6	120.9	127.9
Capital employed	EUR m	432.6	436.1	425.8	417.7	421.5
Net debt (+)/assets (-)	EUR m	163.3	156.0	150.3	153.4	157.1
Employees (incl. leasing personnel) end of period	FTE	4,571	4,406	4,085	3,870	3,851

GROUP SALES BY CUSTOMERS

compared to previous year



SALES & EBIT MARGIN



FINANCIAL REPORT

Q3 2020

This interim report has not been subject to an audit or a review.

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GROUP MANAGEMENT REPORT Q3 2020

AUTOMOTIVE INDUSTRY DEVELOPMENT

Since March 2020, the COVID-19 crisis has had a negative impact upon the automotive industry and although as compared to the same month of the previous year, this September saw an upturn in the Chinese car market for the fifth month in succession, in overall terms during the first three quarters of 2020 it still lost more than twelve per cent of its volume. In September, the European car market demonstrated growth for the first time in 2020. This amounted to an improvement of one per cent over the figure for the identical month in 2019, which however was at a low level due to the WTLP. In the USA, the light

vehicle market also grew in September, but in spite of these initial positive signs, the corona pandemic and the related countermeasures continued to influence the international automotive markets.

The tables below show the numbers of new vehicle registrations during the period from January to September 2020 as compared to the figures from the previous year. The numbers of new car registrations by drive technology relate to the period from January to June 2020, respectively 2019:

REGISTRATIONS OF NEW CARS IN THE MAJOR INTERNATIONAL MARKETS

In pieces	Q1-Q3 2020	Share	Q1-Q3 2019	Share	Change
China	13,112,400	41.0%	14,980,000	37.6%	-12.5%
USA	10,312,700	32.2%	12,707,000	31.9%	-18.8%
European Union (EU+EFTA+UK)	8,567,900	26.8%	12,117,400	30.5%	-29.3%
Total three major markets	31,993,000	100%	39,804,400	100%	-19.6%
Other selected countries					
Japan	2,817,900		3,441,200		-18.1%
Brazil	1,301,700		1,940,200		-32.9%
Russia	1,094,800		1,271,400		-13.9%

REGISTRATIONS OF NEW CARS IN EUROPE (EU+EFTA+UK)

In pieces	Q1-Q3 2020	Share	Q1-Q3 2019	Share	Change
Germany	2,041,800	23.0%	2,740,200	22.6%	-25.5%
United Kingdom	1,243,700	14.5%	1,862,300	15.4%	-33.2%
France	1,166,700	13.6%	1,641,400	13.5%	-28.9%
Italy	966,000	11.3%	1,468,200	12.1%	-34.2%
Spain	595,400	7.0%	965,300	8.0%	-38.3%
Other selected countries	2,554,300	29.8%	3,440,000	28.4%	-25.7%
EUROPE (EU+EFTA+UK)	8,567,900	100%	12,117,400	100%	-29.3%

REGISTRATIONS OF NEW CARS IN EUROPE - BY DRIVE TECHNOLOGY

In pieces	H1 2020	Share	H1 2019	Share	Change
Petrol-driven cars	2,677,000	52.7%	4,905,700	58.8%	-45.4%
Diesel-driven cars	1,415,400	27.9%	2,621,700	31.4%	-46.0%
Electric chargeable vehicles (ECV)	399,400	7.9%	247,300	3.0%	61.5%
Hybrid electric vehicles (HEV)	513,900	10.1%	444,000	5.3%	15.7%
Alternatively-powered vehicles (APV)	74,600	1.4%	127,400	1.5%	-41.4%
EUROPE (EU+EFTA+UK)	5,080,300	100%	8,346,100	100%	-39.1%

REGISTRATIONS OF NEW COMMERCIAL VEHICLES IN EUROPE (EU+EFTA+UK)

In pieces	Q1-Q3 2020	Share	Q1-Q3 2019	Share	Change
Light commercial vehicles <=3.5 t	1,261,900	84.3%	1,651,500	82.5%	-23.6%
Medium commercial vehicles >3.5 t to <=16 t	45,500	3.0%	59,800	3.0%	-23.9%
Heavy commercial vehicles >16 t	163,900	11.0%	254,600	12.7%	-35.7%
Medium and heavy buses & coaches >3.5 t	25,100	1.7%	35,000	1.8%	-28.3%
EUROPE (EU+EFTA+UK)	1,496,400	100%	2,000,900	100%	-25.2%

Sources: German Automotive Industry Association (VDA), European Automobile Manufacturers Association (ACEA)

GROUP RESULTS

SALES

Although the economic situation improved in the third quarter of 2020, the massive sales revenue losses of the first half-year, which emanated largely from the effects of the COVID-19 pandemic, could not be recovered.

June already saw a slight sales rally and following two weak summer months owing to the holiday season at customer plants, September again provided an improved sales trend. However, all in all, the lockdown and its conse-

quences meant that the first three quarters of 2020 were subject to a massive setback.

As opposed to the same period of the previous year, the consolidated sales revenues of the POLYTEC GROUP fell by 19.3% to EUR 379.4 million (Q1-Q3 2019: EUR 470.3 million). A sizeable decline in sales revenues was evident in all three market areas.

SALES BY MARKET AREA

In EUR m	Q3 2020	Share	Q3 2019	Q1-Q3 2020	Share	Q1-Q3 2019
Passenger Cars & Light Commercial Vehicles	86.4	63.0%	98.4	242.1	63.8%	285.5
Commercial Vehicles	34.8	25.4%	32.0	86.3	22.8%	126.9
Smart Plastic & Industrial Applications	15.9	11.6%	19.2	51.0	13.4%	57.9
POLYTEC GROUP	137.1	100%	149.6	379.4	100%	470.3

In the passenger cars and light commercial vehicles market area, which with a 63.8% (Q1-Q3 2019: 60.7%) share of total sales represents the strongest area within the POLYTEC GROUP, sales revenues in the months from January to September 2020 were considerably lower and as compared to the identical period of the previous year fell by 15.2% to EUR 242.1 million (Q1-Q3 2019: EUR 285.5 million).

By comparison with the first nine months of 2019, the share of sales in the commercial vehicles market area (22.8%; Q1-Q3 2019: 27.0%) showed the sharpest decline, dropping by 32.0% from EUR 126.9 million to EUR 86.3 million. However, while in the first and second quarters of 2020 the sales of parts for trucks and other commercial vehicles fell markedly, the third quarter witnessed a mar-

ginal recovery from EUR 32.0 million to EUR 34.8 million. In order to adjust truck production capacity to the market trend, the POLYTEC GROUP management initiated plant closures that will already be concluded during the current financial year.

In the first three quarters of 2020, the smart plastic and industrial applications market area accounted for a 13.4% (Q1-Q3 2019: 12.3%) share of POLYTEC GROUP consolidated sales. Despite the sales revenues from the production of logistics boxes for the foods industry, which were also generated during the months affected by COVID-19, in the first nine months of 2020 non-automotive products fell by a total of 11.9%.

SALES BY CATEGORY

In EUR m	Q3 2020	Share	Q3 2019	Q1-Q3 2020	Share	Q1-Q3 2019
Parts and other sales	119.8	87.4%	135.2	332.3	87.6%	427.5
Tooling and other engineering sales	17.3	12.6%	14.4	47.1	12.4%	42.8
POLYTEC GROUP	137.1	100%	149.6	379.4	100.0%	470.3

As opposed to the same period of the previous year, sales in the serial production area were lower. In Q3 2020, part sales were EUR 15.4 million or 11.4% down and in the period from January to September 2020, serial production sales declined by EUR 95.2 million or 22.3%.

By contrast, tooling and other engineering sales, which are subject to cyclical fluctuations, recovered in Q3 2020 with a rise of 20.1% and thus demonstrated an overall nine-month increase of 10.1%.

SALES BY REGION

In EUR m	Q3 2020	Share	Q3 2019	Q1-Q3 2020	Share	Q1-Q3 2019
Austria	12.7	9.2%	12.0	42.7	11.3%	25.9
Germany	60.6	44.2%	79.9	178.1	46.9%	257.4
Other EU countries	48.1	35.1%	35.2	107.0	28.2%	114.5
United Kingdom	7.4	5.4%	12.2	30.0	7.9%	42.0
Other countries	8.3	6.1%	10.3	21.6	5.7%	30.5
POLYTEC GROUP	137.1	100%	149.6	379.4	100%	470.3

GROUP EARNINGS FIGURES

	Unit	Q3 2020	Q3 2019	Q1-Q3 2020	Q1-Q3 2019
Sales	EUR m	137.1	149.6	379.4	470.3
EBITDA	EUR m	9.9	14.6	20.6	47.8
EBITDA margin (EBITDA/sales)	%	7.2%	9.8%	5.4%	10.2%
EBIT	EUR m	0.9	6.1	-6.2	22.2
EBIT margin (EBIT/sales)	%	0.6%	4.0%	-1.6%	4.7%
Earnings after tax	EUR m	-1.5	3.7	-10.4	14.1
Average capital employed	EUR m	428.8	398.7	428.8	398.7
Earnings per share	EUR	-0.08	0.16	-0.50	0.62

MATERIAL AND PERSONNEL EXPENSES

Owing in particular to the sharp decline in sales, during the first nine months of 2020 the POLYTEC GROUP's material costs fell by 17.3%, or EUR 39.0 million, to EUR 185.7 million. However, although prices were lower, the altered product mix and lower series production sales led to a rise in the material ratio of 2.3 percentage points to 49.5%. Group personnel costs in the period from January to Sep-

tember 2020 totalled EUR 142.5 million and were thus EUR 22.5 million, or 13.7%, below the level of the same period of the previous year. Despite capacity adjustments, leave reduction measures and the effects emanating from the use of short-time working regulations, due largely to the personnel cost carryover and falling sales, the group personnel ratio was 2.9 percentage points higher at 37.8% (Q1-Q3 2019: 34.9%).

EBITDA AND EBIT

In the first three quarters of 2020, POLYTEC GROUP EBITDA amounted to EUR 20.6 million (Q1-Q3 2019: EUR 47.8 million). As in the first half-year, this fall can be traced primarily to the COVID-19 related weakening of demand. Between January and September 2020, other operational earnings were raised by over a third to EUR 8.9 million, due amongst other factors to plant sales, the release of

the provisions of closed works and the receipt of a fixed cost grant. As compared to the same period of the previous year, in the first nine months of 2020 the EBITDA margin declined by 4.8 percentage points from 10.2% to 5.4%. Moreover, by comparison with Q3 2019, in Q3 2020 the EBITDA margin fell by only 2.6 percentage points from 9.8% to 7.2%. Depreciation was roughly 5% higher than in the previous year.

Group EBIT in the third quarter of 2020 amounted to EUR 0.9 million and was thus slightly positive (Q3 2019: EUR 6.1 million). This figure corresponded with an EBIT margin of 0.6% (Q3 2019: 4.0%). In terms of the months

from January to September 2020, EBIT totalled minus EUR 6.2 million (Q1-Q3 2019: EUR 22.2 million), which equated to an EBIT margin of minus 1.6% (Q1-Q3 2019: 4.7%).

FINANCIAL AND GROUP RESULT

The financial result for the first nine months of 2020 amounted to minus EUR 2.4 million (Q1-Q3 2019: minus EUR 2.9 million). The POLYTEC GROUP tax ratio in the period from January to September 2020 stood at minus 20.7%

(Q1-Q3 2019: 26.7%). Group net profit stood at minus EUR 10.4 million (Q1-Q3 2019: EUR 14.1 million), which corresponded with earnings per share of minus EUR 0.50 (Q1-Q3 2019: EUR 0.62).

ASSETS AND FINANCIAL STATUS

INVESTMENTS

In EUR m	Q3 2020	Q3 2019	Q1-Q3 2020	Q1-Q3 2019
Investments in fixed assets	5.9	6.6	12.4	28.2

During the first nine months of 2020 investments in fixed assets totalled EUR 12.4 million (Q1-Q3 2019: EUR 28.2 million). In the wake of the lockdown, investment activity was restricted to a few important measures, which in particu-

lar focused on the South African location in the East London Industrial Development Zone, where a new plant is to be built.

GROUP KEY BALANCE SHEET AND FINANCIAL FIGURES

	Unit	30.09.20	31.12.19	Change
Equity	EUR m	237.1	252.6	-6.1%
Equity ratio (equity/balance sheet total)	%	40.5%	41.7%	-1.2% pt.
Balance sheet total	EUR m	585.0	605.6	-3.4%
Net working capital ¹⁾	EUR m	127.9	125.4	2.0%
Net working capital/sales	%	23.9%	20.0%	3.9% pt.

¹⁾ Net working capital = current assets less current liabilities

On 30 September 2020 the group's balance sheet total amounted to EUR 585.0 million, which as compared to the figure for 31 December 2019 represented a slight fall of EUR 20.6 million. By comparison with the 31 December

2019 reporting date, the equity ratio on 30 September 2020 stood at 40.5% and thus remained at a healthy level. Working capital rose to EUR 127.9 million.

	Unit	30.09.2020	31.12.2019	Change
Net debt (+)/assets (-)	EUR m	157.1	156.0	0.7%
Net debt (+)/assets (-)/EBITDA	-	3.83	2.28	67.5%
Gearing (net debt (+)/assets (-)/equity)	-	0.66	0.62	6.5%

Net debt stayed at the level on the 31 December 2019 reporting date. The key figure for fictive debt repayment duration increased from 2.28 to 3.82. The gearing ratio was slightly higher at 0.66 and thus remained at the 2019 year-end level.

As compared to the 31 December 2019 reporting date, the POLYTEC GROUP was able to raise its liquid assets by 10.3% and on 30 September 2020 disposed over cash and cash

equivalents amounting to EUR 61.3 million. By means of proactive cash flow management, payment flows could be flexibly adjusted and optimised to both internal and external demands at any time. As a result of the current high level of cash and cash equivalents and ongoing liquidity protection measures, in view of the continuing negative impact of the COVID-19 pandemic upon the global economy, the POLYTEC GROUP sees itself as being in a solid position.

EMPLOYEES

Employees (incl. leasing personnel) in terms of full-time equivalents (FTE)	End of period			Average period		
	30.09.2020	30.09.2019	Change	Q1-Q3 2020	Q1-Q3 2019	Change
Austria	527	565	-38	519	555	-36
Germany	1,988	2,311	-323	2,029	2,042	-13
Other EU countries + UK	1,273	1,499	-226	1,349	1,511	-162
Other countries	63	196	-133	87	194	-107
POLYTEC GROUP	3,851	4,571	-720	3,984	4,302	-318

On the reporting date of 30 September 2020, POLYTEC had a total of 3,851 employees (including leasing personnel). Therefore, the adaptation of production structures and capacities to the changed market environment meant that as compared to 30 September 2019 (4,571 employees) personnel numbers were down by a total of 720 employees (FTE – full time equivalent) or 15.8%. In terms of a comparison

with the period from January to September of the preceding year, average group workforce numbers (including leasing personnel) fell by 318 or 7.4% to 3,984. On average, the leasing personnel percentage amounted to 5.0% (Q1-Q3 2019: 9.2%). It should be noted that the figures presented do not take into account short time working effects into consideration.

RISKS AND UNCERTAINTIES

The global automotive industry continues to battle with the repercussions of the corona crisis and the lockdown, which in the first half-year partially brought it to a virtual standstill. In the second quarter, all the automotive groups analysed in a study by the EY consultancy had to accept lower sales revenues as compared to the same period of the preceding year. According to the EY analysts, this slump in sales, revenues and profits is unparalleled.

Following a marked fall in the number of COVID-19 infections during the summer, an alarmingly rapid rise is currently evident throughout Western Europe. At the end of October and beginning of November, the first European states either announced plans for various degrees of shutdown, or implemented them. The risks of further negative impacts upon international trade and the supply chains are seen as greater than was the case in summer.

Never before has Western Europe seen so few new car registrations as in the period from January to September. Experts estimate that new registrations in the region during 2020 as a whole will fall by almost 25 per cent over the previous year and could thus drop to the lowest level since German reunification.

Rarely have analysts found the task of preparing a forecast for the coming year so difficult. Much will depend upon the further development of the pandemic and its economic effects. A marked increase in new registrations is expected in 2021, but the level of past years unlikely to be attainable.

A further source of uncertainty is provided by the Brexit problem. The end of the transitional period arranged between the UK and the European Union is approaching and at present the signing of a mutual agreement is not yet in sight. The European automotive federations warn of the implications of a no-deal scenario and the related serious consequences for both the British and European vehicle manufacturers and their suppliers.

In view of the uncertain climate, the automotive manufacturers and their suppliers face major economic challenges. The decision-makers in the companies will have to focus still more intensively on costs and adjust production structures and capacities to match the changed circumstances.

In order to improve use of capacity and increase production efficiency, the POLYTEC GROUP management also began to bring production capacities into line with demand at an early stage. It already shut down two plants permanently in 2019 and in view of the low call-off levels in serial production, during the current financial year has either implemented or initiated the closure of four other works.

At present, it is impossible to offer a comprehensive assessment of whether in future the aforementioned and any other additional risks will exert an influence upon the POLYTEC GROUP's sales revenue and income development. However, the management continues to monitor events extremely closely. With regard to risk reporting we would refer you to the 2019 Annual Report and hence the information contained under the items 3 and 4 in the Group Management Report and item G.2 in the Group Notes.

MATERIAL TRANSACTIONS WITH RELATED PARTIES AND COMPANIES

POLYTEC Holding AG employs the consulting services of IMC Verwaltungsgesellschaft mbH, Hörsching, in exchange for an annual, flat rate fee of EUR 260 k to be paid pro rata on a retroactive, quarterly basis. Otherwise, as compared to 31 December 2019, up to 30 September 2020

there were no material changes regarding business transactions with related parties and companies, and therefore in this regard reference should be made to the notes contained in the consolidated financial statements of POLYTEC Holding AG as at 31 December 2019.

MATERIAL EVENTS AFTER THE REPORTING PERIOD

As far as events of material significance, which occurred after 30 September 2020 are concerned, we would refer

you to the notification pursuant to Art. 17 MAR from 3 November 2020.

OUTLOOK

In view of the gradual improvement in the business trend since June 2020, the POLYTEC GROUP management remains cautiously optimistic with regard to the final quarter of the year and on the basis of the currently communicated call-offs, anticipates sales revenues of around EUR 520 million.

Earnings before interest and taxes (EBIT) will probably be balanced prior to special effects, which include the positive result of the sale of the participation in POLYTEC Industrial Plastics GmbH and possible negative impacts that in particular could result from countermeasures against the COVID-19 pandemic. Furthermore, the actual realisation of this result outlook depends upon the possible consequences of Brexit and other political and geopolitical events.

INTERIM CONSOLIDATED FINANCIAL STATEMENT ACCORDING TO IAS 34

This interim report has not been subject to an audit or a review.

CONSOLIDATED INCOME STATEMENT

for the period from 1 January to 30 September 2020 and the period from 1 July to 30 September 2020 compared to the figures from the previous year

In EUR k	Q1-Q3 01.01. - 30.09.		Q3 01.07. - 30.09.	
	2020	2019	2020	2019
Sales	379,437	470,245	137,097	149,624
Other operating income	8,858	6,525	5,404	4,963
Changes in inventory	-2,187	2,747	-3,527	347
Other own work capitalised	614	716	145	370
Expenses for materials and services received	-185,737	-224,717	-62,257	-71,229
Personnel expenses	-142,519	-165,061	-52,437	-54,796
Other operating expenses	-37,859	-42,622	-14,556	-14,638
Earnings before interest, taxes and depreciation (EBITDA)	20,607	47,833	9,869	14,642
Depreciation	-26,787	-25,649	-9,017	-8,591
Earnings before interest and taxes = operating result (EBIT)	-6,180	-22,185	852	6,051
Interest result	-2,251	-3,060	-595	-1,023
Other financial income	-152	157	-98	223
Financial result	-2,404	-2,903	-694	-800
Earnings before tax	-8,584	19,282	158	5,252
Taxes on income	-1,780	-5,155	-1,637	-1,568
Earnings after tax	-10,364	14,126	-1,479	3,683
thereof result of non-controlling interests	-569	-490	-188	-181
thereof result of the parent company	-10,933	13,637	-1,667	3,502
Earnings per share in EUR	-0.50	0.62	-0.08	0.16

CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2020

with comparative figures from the last balance sheet as at 31.12.2019

ASSETS

In EUR k	30.09.2020	31.12.2019
A. Non-current assets		
I. Intangible assets	4,087	4,776
II. Goodwill	19,180	19,180
III. Tangible assets	260,389	276,789
IV. Other non-current assets	113	126
V. Deferred tax assets	8,542	7,245
	292,312	308,117
B. Current assets		
I. Inventories	39,162	40,875
II. Trade accounts receivable	59,199	53,413
III. Contract assets	106,529	104,774
IV. Other current receivables	14,014	31,399
V. Income tax receivables	2,513	1,433
VI. Cash and cash equivalents	61,335	55,609
	282,753	287,504
VII. Assets held for sale	9,980	9,980
	292,733	297,484
	585,045	605,601

EQUITY AND LIABILITIES

In EUR k	30.09.2020	31.12.2019
A. Shareholder's equity		
I. Share capital	22,330	22,330
II. Capital reserves	37,563	37,563
III. Treasury stock	-1,855	-1,855
IV. Retained earnings	186,840	197,772
V. Other reserves	-16,165	-11,286
	228,714	244,525
VI. Non-controlling interests	8,379	8,060
	237,095	252,585
B. Non-current liabilities		
I. Non-current, interest-bearing liabilities	177,851	194,145
II. Provision for deferred taxes	5,827	4,275
III. Provisions for employees	30,138	30,616
IV. Other long-term provisions	1,315	1,753
	215,130	230,788
C. Current liabilities		
I. Current interest-bearing liabilities	40,606	17,454
II. Liabilities on income taxes	2,504	2,155
III. Trade accounts payable	33,233	52,908
IV. Liabilities from contracts with customers	4,082	2,889
V. Other current liabilities	33,519	29,760
VI. Current provisions	18,877	17,061
	132,820	122,228
	585,045	605,601

CONSOLIDATED CASH FLOW STATEMENT

For the period from 1 January to 30 September 2020 compared to the figures from the previous year

In EUR k	01.01. - 30.09.	
	2020	2019
Earnings before tax	-8,584	19,282
+(-) Depreciation on fixed assets	26,787	25,649
- Non-cash income from initial consolidation	0	-2,140
-(+) Interest result	2,421	3,060
+(-) Other non-cash expenses and income	-290	-258
+(-) Increase (decrease) in non-current provisions for employees	-711	272
-(+) Profit (loss) from fixed asset disposals	-1,284	-230
-(+) Increase (decrease) in inventories	865	235
-(+) Increase (decrease) in trade and other receivables and contractual revenues	8,692	-23,425
+(-) Increase (decrease) in trade and other payables and contractual liabilities	-14,107	-2,187
+(-) Increase (decrease) in current provisions	1,417	-4,671
= Consolidated cash flow from current activities	15,209	15,586
+ Interest received	109	92
- Interest paid	-2,465	-2,683
- Taxes paid	-2,322	-4,341
= Consolidated cash flow from operating activities	10,531	8,655
- Investments in fixed assets	-12,428	-28,179
- Acquisition of a subsidiary minus cash acquired	-32	-10,939
+ Payments from the disposal of intangible and tangible assets	11,680	1,719
= Consolidated cash flow from investing activities	-780	-37,399
+ Inflows from promissory note loans	0	28,500
- Outflows from promissory note loans	0	-39,712
+ Inflows from loan financing	14,000	22,932
- Repayments of loan financing	-9,230	-7,526
+(-) Changes of right-of-use-assets according to IFRS 16	-4,555	0 ¹⁾
+(-) Repayments of real estate loans	-2,342	-1,333
- Outflows from financial leasing agreements	-1,318	-3,715
- Change in current financial liabilities	0	7,500
- Third party dividends	-250	-8,769
+(-) Other equity changes	-26	25
= Consolidated cash flow from financing activities	-3,721	-2,099
+(-) Consolidated cash flow from operating activities	10,531	8,655
+(-) Consolidated cash flow from investing activities	-780	-37,399
+(-) Consolidated cash flow from financing activities	-3,721	-2,099
= Change in cash and cash equivalents	6,030	-30,843
+(-) Effect from currency translations	-304	44
+ Opening balance of cash and cash equivalents	55,609	73,572
= Closing balance of cash and cash equivalents	61,335	42,772

¹⁾ To enhance the readability of the cashflow statement in this interim report the changes of right-of-use-assets according to IFRS 16 are shown in a separate item. The comparative figures of prior year were not adjusted in this matter.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

In EUR k	Share capital	Capital reserves	Treasury stock	Retained earnings	Other reserves	Shares of POLYTEC Holding AG stockholders	Non controlling interests	Total
As at 01.01.2020	22,330	37,563	-1,855	197,772	-11,289	244,523	8,060	252,585
Comprehensive income after tax	0	0	0	-10,933	0	-10,933	569	-10,364
Other result after tax	0	0	0	0	-4,876	-4,876	0	-4,876
Dividend	0	0	0	0	0	0	-250	-250
As at 30.09.2020	22,330	37,563	-1,855	186,840	-16,165	228,714	8,379	237,095

In EUR k	Share capital	Capital reserves	Treasury stock	Retained earnings	Other reserves	Shares of POLYTEC Holding AG stockholders	Non controlling interests	Total
As at 01.01.2019	22,330	37,563	-1,855	184,204	-11,600	230,643	7,363	238,006
Comprehensive income after tax	0	0	0	13,637	0	13,637	490	14,127
Other result after tax	0	0	0	0	340	340	0	340
Dividend	0	0	0	-8,798	0	-8,798	-25	-8,823
As at 30.09.2019	22,330	37,563	-1,855	189,042	-11,260	235,822	7,828	243,651

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

01.01. - 30.09.2020 In EUR k	Group	Non controlling interests	Total
Earnings after tax	-10,933	569	-10,364
Currency translations	-4,876	0	-4,876
Total result	-15,809	569	-15,240

01.01. - 30.09.2019 In EUR k	Group	Non controlling interests	Total
Earnings after tax	13,637	490	14,126
Currency translations	340	0	340
Total result	13,977	490	14,467

SELECTED NOTES

GENERAL INFORMATION

POLYTEC Holding AG (listed in the commercial register of the City of Linz under the number FN 197646 g) is an Aus-

trian holding company, which together with its group subsidiaries operates mainly in the automotive and plastics industries.

ACCOUNTING AND VALUATION METHODS

The interim report as at 30 September 2020 was prepared in accordance with the provisions of the International Financial Reporting Standards (IFRS) and in particular IAS 34 (Interim Financial Reporting). The remaining accounting and valua-

tion methods from 31 December 2019 were retained. The interim report does not contain all the information and statements issued in the POLYTEC Holding AG consolidated financial statements as at 31 December 2019 and therefore these should be referred to for further details.

SCOPE OF CONSOLIDATION

The consolidated financial statement includes all major Austrian and foreign companies in which POLYTEC Holding AG directly or indirectly holds a majority of voting rights. POLYTEC Engineering GmbH, which has its seat in Lohne, Germany, was added to the POLYTEC GROUP's scope of consolidation in the first half of 2020. The POLYTEC

Industrielackierungen GmbH & Co KG left the scope of consolidation of POLYTEC GROUP due to the registration of insolvency and the associated loss of control over this company. The POLYTEC GROUP's scope of consolidation now includes 46 fully consolidated companies (previous year: 46) of which 35 (previous year: 35) are foreign entities.

EQUITY

At the 20th Ordinary Annual General Meeting of POLYTEC Holding AG, which was held at the company seat on 7 August 2020, the attending stockholders and stockholder representatives agreed unanimously that in accordance

with the proposal of the Board of Directors regarding the distribution of profits, which was supported by the Supervisory Board, the entire net profit reported in the annual financial statements from 31 December 2019 be carried forward to new account.

MATERIAL TRANSACTIONS WITH RELATED PARTIES AND COMPANIES

POLYTEC Holding AG employs the consulting services of IMC Verwaltungsgesellschaft mbH, Hörsching, in exchange for an annual, flat rate fee of EUR 260 k to be paid pro rata on a retroactive, quarterly basis. Otherwise, as compared

to 31 December 2019, up to 30 September 2020 there were no material changes regarding business transactions with related parties and companies, and therefore in this regard reference should be made to the notes contained in the consolidated financial statements of POLYTEC Holding AG as at 31 December 2019.

BUSINESS SEASONALITY

The quarterly reporting of total POLYTEC GROUP sales revenues for a complete financial year correlates largely with the car manufacturing operations of the group's main customers. For this reason, quarters in which cus-

tomers normally close plants for holidays generally produce lower sales revenues than quarters without such effects. In addition, sales from one quarter can also be influenced by the billing of large tooling or engineering projects.

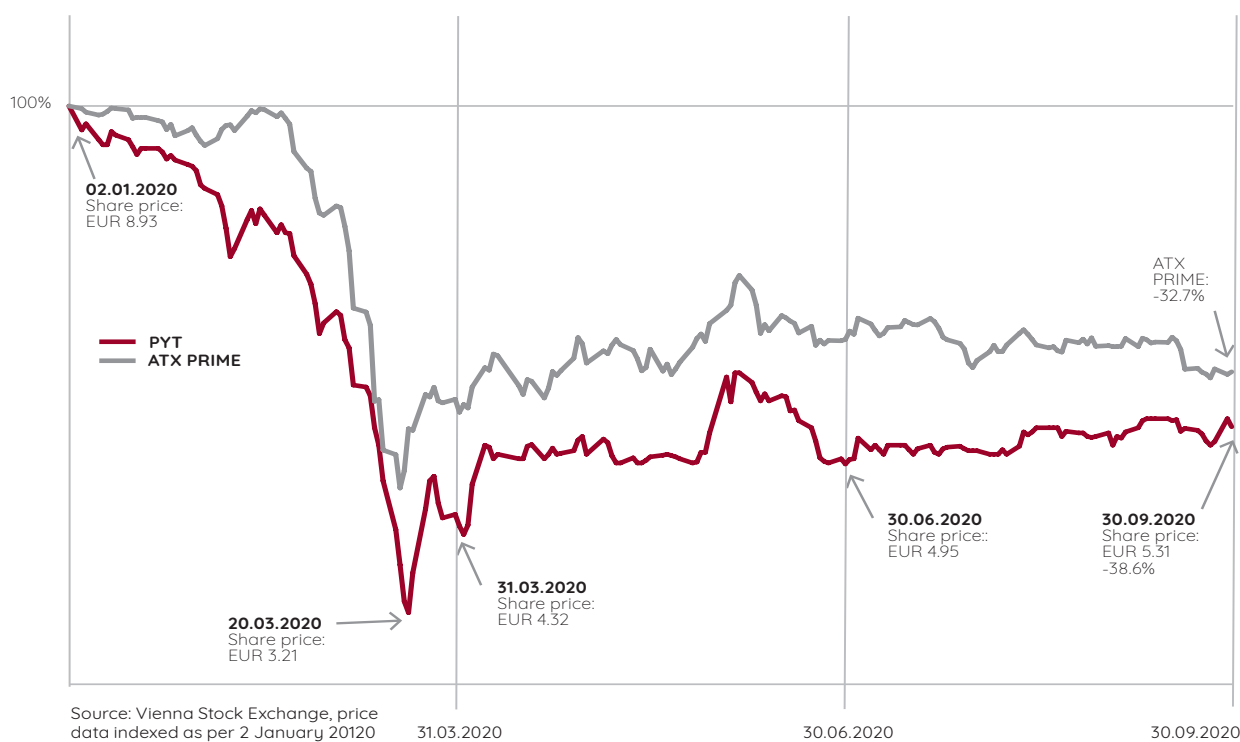
SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

As far as events of material significance, which occurred after 30 September 2020 are concerned, we would refer

you to the notification pursuant to Art. 17 MAR from 3 November 2020.

SHARE & INVESTOR RELATIONS

POLYTEC SHARE PRICE DEVELOPMENT



SHARE KEY FIGURES

Various stock performance indicators of the POLYTEC share for the period from January to September 2020 compared

to the same period of the previous year and further historical periods are contained in the following table:

AT0000A00XX9	Unit	Q1-Q3 2020	Q1-Q3 2019	Change	Q1-Q3 2018	Q1-Q3 2017
Closing price last trading day of period	EUR	5.31	8.28	-35.9%	10.96	20.07
Highest closing price during period	EUR	8.93	10.64	-16.1%	21.00	20.07
Average closing price during period	EUR	5.74	9.00	-36.2%	14.56	15.36
Lowest closing price during period	EUR	3.21	8.17	-60.7%	10.20	10.40
Market capitalisation last trading day of period	EUR m	118.6	184.9	-35.9%	244.7	448.2
Vienna Stock Exchange money turnover (double counting)	EUR m	70.2	79.3	-11.5%	242.8	187.4
Vienna Stock Exchange share turnover (double counting)	Shares m	12.8	8.9	43.8%	17.0	12.5
Share turnover (daily average, double counting)	Shares	66,840	46,576	43.5%	90,740	66,559

Source: Vienna Stock Exchange

RESEARCH COVERAGE

The following financial institutions publish reports on POLYTEC GROUP and the recommendations and price targets up to the editorial closing date are contained in the table below. The current recommendations and price

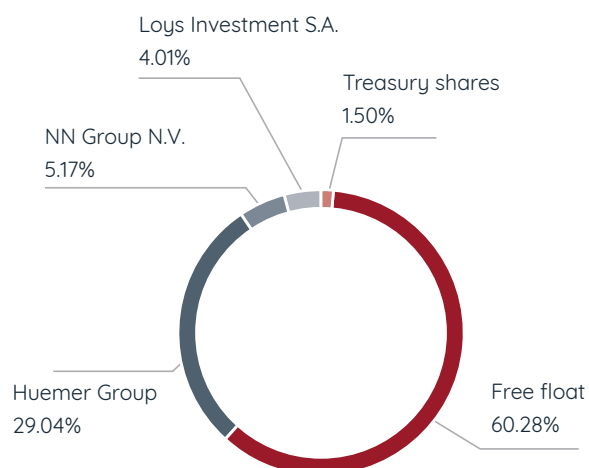
targets can be accessed on the company website, www.polytec-group.com in the Investor Relations, Share, Analyses section.

Institute (Analyst)	Recommendation	Price target	Updated
BAADER-Helvia Equity Research (Peter Rothenaicher)	Buy	EUR 8.00	07.08.2020
ERSTE Group Research (Michael Marschallinger)	Accumulate	EUR 5.90	07.08.2020
M.M.Warburg Research (Marc-Rene Tonn)	Buy	EUR 8.00	10.08.2020
Raiffeisen CENTROBANK Research (Markus Remis)	Buy	EUR 7.00	07.08.2020
Average price target		EUR 7.23	

SHAREHOLDER STRUCTURE

After the reporting period, the shareholder Loys Investment S.A., Munsbach (Luxembourg), notified POLYTEC Holding AG of the overstepping of a disclosure threshold regarding a shareholding on 12 October 2020. Loys Investment S.A. held 4.01% or 895,688 POLYTEC Holding AG shares. POLYTEC Holding AG issued a punctual notification to this effect in accordance with § 135 (2) of the 2018 Austrian Stock Exchange Act. Apart from this information the shareholders did not provide POLYTEC Holding AG with any further voting right notifications pursuant to § 130 of the Austrian Stock Exchange Act.

Up to the editorial closing date for this report, on the basis of the shares issued, the shareholder structure of POLYTEC Holding AG presented the following picture:



CORPORATE CALENDAR 2021

This is the corporate calendar of POLYTEC Holding AG for the 2021 financial year:

22.04.2021	THU	Financial statements and annual report FY 2020
02.05.2021	SUN	Record date „Annual General Meeting“
07.05.2021	FRI	Interim report Q1 2021
12.05.2021	WED	21 th Annual General Meeting FY 2020, Hörsching, Austria, 10:00 a.m.
18.05.2021	TUE	Ex-dividend date
19.05.2021	WED	Record date „Dividends“
20.05.2021	THU	Dividend payment date
12.08.2021	THU	Half-year financial report 2021
11.11.2021	THU	Interim report Q3 2021

The Financial Statements and Annual Report for 2020 financial year to be published 22 April 2021.

Current news see online in the section Investor Relations of corporate website **www.polytec-group.com**

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NOTE

This interim report has not been subject to an audit or a review. This interim report has been prepared with the greatest possible care and every effort has been made to ensure the accuracy of the data that it contains. Nevertheless, rounding, typographical and printing errors cannot be excluded. The use of automatic calculating devices can result in rounding-related differences during the addition of rounded amounts and percentages. This interim report contains assessments and assertions relating to the future made on the basis of all the information currently available. Such future-related statements are usually introduced with terms such as “expect”, “estimate”, “plan”, “anticipate”, etc. We would draw your attention to the fact that various factors could cause actual conditions and results to deviate from the expectations outlined in this report. This interim report is published in German and English. In cases of doubt, the German version shall take precedence.
This interim report was published on 6 November 2020.

IMPRINT

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