

INTERIM REPORT Q3 2021

# POLYTEC



FORCING  
THE PACE

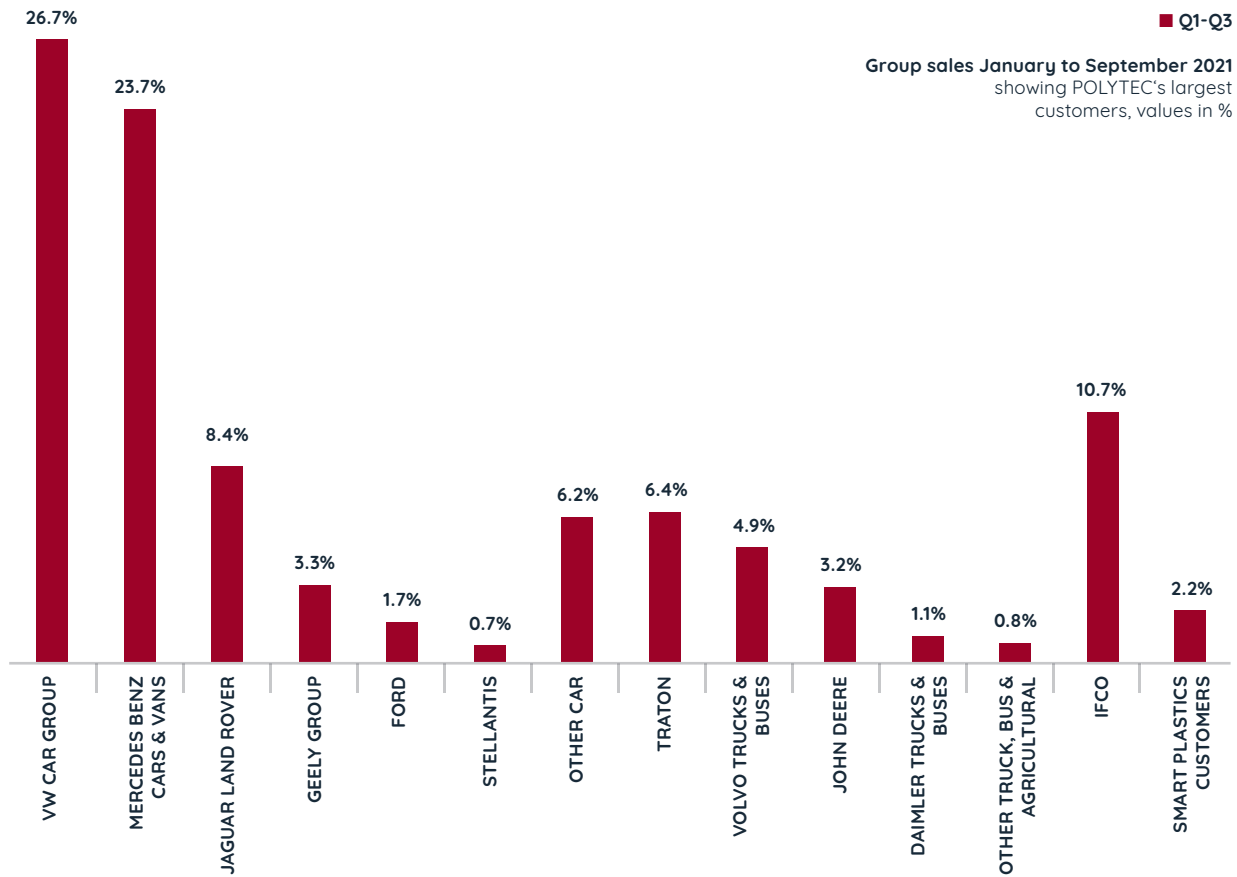


## KEY FIGURES

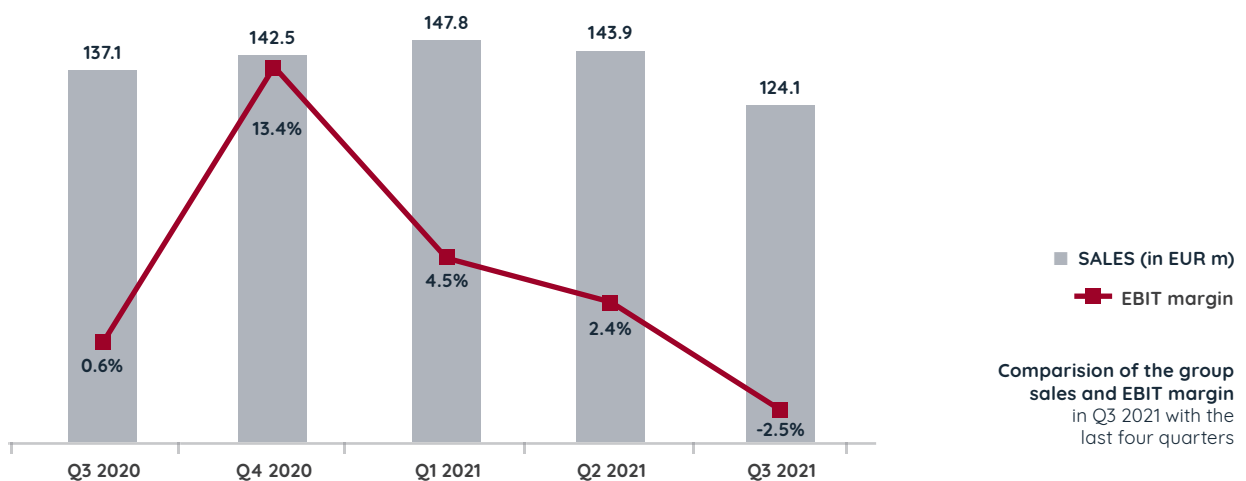
Key figures Q1-Q3	Unit	Q1-Q3 2021	Q1-Q3 2020	Change
Sales	EUR m	415.8	379.4	9.6%
EBITDA	EUR m	28.3	20.6	37.2%
EBITDA margin (EBITDA/sales)	%	6.8%	5.4%	1.4% pt.
EBIT	EUR m	7.0	-6.2	N/A
EBIT margin (EBIT/sales)	%	1.7%	-1.6%	3.3%pt.
Earnings after tax	EUR m	3.6	-10.4	N/A
Earnings per share	EUR	0.15	-0.50	N/A
Investments in tangible assets	EUR m	23.4	12.4	88.0%
Equity ratio (equity/balance sheet total)	%	45.6%	40.5%	5.1% pt.
Net working capital (NWC)	EUR m	127.4	127.9	-0.4%
Average capital employed	EUR m	393.8	428.8	-8.2%
Net debt (+)/assets (-)	EUR m	145.8	157.1	-7.2%
Employees (incl. leasing personnel) end of period	FTE	3,442	3,851	-10.6%

Key figures quarterly	Unit	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021
Sales	EUR m	137.1	142.5	147.8	143.9	124.1
EBITDA	EUR m	9.9	27.7	13.8	10.4	4.0
EBITDA margin (EBITDA/sales)	%	7.2%	19.4%	9.3%	7.3%	3.3%
EBIT	EUR m	0.9	19.1	6.7	3.4	-3.2
EBIT margin (EBIT/sales)	%	0.6%	13.4%	4.5%	2.4%	-2.5%
Earnings after tax	EUR m	-1.5	19.8	4.8	2.1	-3.2
Earnings per share	EUR	-0.08	0.79	0.21	0.09	-0.15
Investments in tangible assets	EUR m	5.9	1.8	6.0	5.6	11.8
Equity ratio (equity/balance sheet total)	%	40.5%	42.6%	43.6%	44.2%	45.6%
Net working capital (NWC)	EUR m	127.9	92.8	110.1	117.1	127.4
Capital employed	EUR m	421.5	373.8	393.1	399.9	413.9
Net debt (+)/assets (-)	EUR m	157.1	105.8	116.8	121.2	145.8
Employees (incl. leasing personnel) end of period	FTE	3,851	3,636	3,706	3,708	3,442

## GROUP SALES BY CUSTOMERS



## SALES & EBIT MARGIN



# FINANCIAL REPORT

## Q3 2021

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

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# GROUP MANAGEMENT REPORT Q3 2021

## AUTOMOTIVE INDUSTRY DEVELOPMENT

The tables below show the numbers of new vehicle registrations during the period from January to September 2021 as compared to the figures from the previous year.

### REGISTRATIONS OF NEW CARS IN THE MAJOR INTERNATIONAL MARKETS

in units	Q1-Q3 2021	Share	Q1-Q3 2020	Share	Change
China	14,587,100	41.2%	13,125,000	41.0%	11.1%
USA	11,665,200	32.9%	10,309,200	32.2%	13.2%
Europe (EU, EFTA and UK)	9,161,900	25.9%	8,567,900	26.8%	6.9%
<b>Total three major markets</b>	<b>35,414,200</b>	<b>100%</b>	<b>32,002,100</b>	<b>100%</b>	<b>10.7%</b>
Other selected countries					
Japan	2,873,400		2,817,900		2.0%
India	2,236,400		1,503,400		48.8%
Brazil	1,471,300		1,301,700		13.0%
Russia	1,260,100		1,094,800		15.1%

### REGISTRATIONS OF NEW CARS IN EUROPE (EU, EFTA AND UK)

in units	Q1-Q3 2021	Share	Q1-Q3 2020	Share	Change
Germany	2,017,600	22.0%	2,041,800	23.8%	-1.2%
United Kingdom	1,316,600	14.4%	1,243,700	14.5%	5.9%
France	1,260,400	13.8%	1,166,700	13.6%	8.0%
Italy	1,165,500	12.7%	966,300	11.3%	20.6%
Spain	647,900	7.1%	595,400	7.0%	8.8%
Other European countries	2,753,900	30.0%	2,553,900	29.8%	7.8%
<b>EUROPE (EU, EFTA and UK)</b>	<b>9,161,900</b>	<b>100%</b>	<b>8,567,800</b>	<b>100%</b>	<b>6.9%</b>

### REGISTRATIONS OF NEW CARS IN EUROPE (EU, EFTA AND UK) - BY DRIVE TECHNOLOGY

in units	Q1-Q3 2021	Share	Q1-Q3 2020	Share	Change
Petrol-driven cars	3,817,100	41.6%	4,370,300	51.0%	-12.7%
Diesel-driven cars	1,693,200	18.5%	2,305,000	26.9%	-26.5%
Battery electric vehicles (BEV)	801,000	8.7%	418,500	4.9%	91.4%
Plug-in hybrid electric vehicles (PHEV)	777,700	8.5%	351,600	4.1%	121.2%
Hybrid electric vehicles (HEV)	1,871,000	20.4%	981,400	11.4%	90.6%
Natural gas vehicles (NGV)	36,200	0.4%	42,200	0.5%	-14.2%
Other alternatively-powered vehicles (APV)	170,800	1.9%	99,600	1.2%	71.5%
<b>EUROPE (EU, EFTA and UK)</b>	<b>9,167,000</b>	<b>100%</b>	<b>8,568,600</b>	<b>100%</b>	<b>7.0%</b>

## REGISTRATIONS OF NEW COMMERCIAL VEHICLES IN EUROPE (EU, EFTA AND UK)

in units	Q1-Q3 2021	Share	Q1-Q3 2020	Share	Change
Light commercial vehicles <3,5 t	1,515,100	84.3%	1,261,700	84.3%	20.1%
Medium commercial vehicles >3.5 t to <16 t	47,800	2.7%	45,700	3.0%	4.6%
Heavy commercial vehicles >16 t	208,100	11.6%	164,100	11.0%	26.8%
Medium and heavy buses & coaches >3.5 t	25,900	1.4%	25,200	1.7%	2.9%
<b>EUROPE (EU, EFTA and UK)</b>	<b>1,796,900</b>	<b>100%</b>	<b>1,496,700</b>	<b>100%</b>	<b>20.1%</b>

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

## GROUP RESULTS

### SALES

In the third quarter of 2021, raw material shortages, especially with regard to electronic chips, resulted in an intensification of the disruptions to production in the international automotive industry. Moreover, the negative effects emanating from the turbulence in relation to both supply chains and international logistics capacity, as well as the ongoing corona pandemic, hampered the global automotive industry recovery. These and other causes led to a significant reduction in call-off volumes and repeated, extremely short-term call-off cancella-

tions by our automotive customers, which culminated in substantial sales losses and considerable additional costs in the POLYTEC Group during the period from July to September 2021.

The POLYTEC Group's consolidated sales in the first nine months of 2021 totalled EUR 415.8 million and owing to the Covid-19-related lower basis for comparison were thus 9.6% higher than in the same period of the previous year (Q1-Q3 2020: EUR 379.4 million).

### SALES BY MARKET AREA

in EUR m	Q3 2021	Share	Q3 2020	Q1-Q3 2021	Share	Q1-Q3 2020
Passenger Cars & Light Commercial Vehicles	78.4	63.2%	86.4	293.6	70.6%	242.1
Commercial Vehicles	19.4	15.6%	34.8	68.6	16.5%	86.3
Smart Plastic & Industrial Applications	26.3	21.2%	15.9	53.6	12.9%	51.0
<b>POLYTEC GROUP</b>	<b>124.1</b>	<b>100%</b>	<b>137.1</b>	<b>415.8</b>	<b>100%</b>	<b>379.4</b>

In the Passenger Cars & Light Commercial Vehicles market area, on a year-on-year basis sales revenues in the months from January to September 2021 increased significantly, rising by 21.3% to EUR 293.6 million (Q1-Q3 2020: EUR 242.1 million). As opposed to the same period of 2020 (Q1-Q3 2020: 63.8%), the share of this market area in the POLYTEC GROUP's consolidated sales increased by 6.8 percentage points to 70.6%.

By comparison with the previous year, sales in the Commercial Vehicles market area during the first three quarters of 2021 fell by 20.5% from EUR 86.3 million to EUR 68.6 million. Sales of truck components had already been in decline for several periods and particularly in 2020, this had prompted the POLYTEC GROUP's management to implement adjustments to truck production capacity and plant closures. The Commercial Vehicles market area ac-

counted for 16.5% of POLYTEC's total sales revenues in the first nine months of 2021 (Q1-Q3 2020: 22.8%).

The Smart Plastic & Industrial Applications market area recorded a marked increase in sales in the third quarter of 2021, which was attributable to the commissioning of additional production facilities for the manufacture of logistics boxes. The resultant extra revenues more than offset the losses incurred in 2021 owing to the divestment of the "Industrial" business area. In the nine-month reporting period, sales in the market area rose from EUR 51.0 million to EUR 53.6 million. The share of the Smart Plastic & Industrial Applications market area in the POLYTEC GROUP's consolidated sales during the first three quarters of 2021 amounted to 12.9% and was therefore roughly at the same level as in the previous year (Q1-Q3 2020: 13.4%).

## SALES BY CATEGORY

in EUR m	Q3 2021	Share	Q3 2020	Q1-Q3 2021	Share	Q1-Q3 2020
Parts and other sales	105.7	85.2%	119.8	365.4	87.9%	332.3
Tooling and other engineering sales	18.4	14.8%	17.3	50.4	12.1%	47.1
<b>POLYTEC GROUP</b>	<b>124.1</b>	<b>100%</b>	<b>137.1</b>	<b>415.8</b>	<b>100.0%</b>	<b>379.4</b>

In the third quarter of 2021, POLYTEC GROUP sales in the serial production area fell by 11.8% to EUR 105.7 million. Nevertheless, as compared to the same period of 2020,

the first nine months of 2021 saw an overall increase in sales of 10.0% to EUR 365.4 million. Tooling and other engineering sales are subject to cyclical fluctuations and in

## SALES BY REGION

in EUR m	Q3 2021	Share	Q3 2020	Q1-Q3 2021	Share	Q1-Q3 2020
Austria	3.2	2.6%	12.7	34.2	8.2%	42.7
Germany	85.0	68.5%	60.6	224.4	54.0%	178.1
Other EU countries	21.6	17.4%	48.1	95.6	23.0%	107.0
United Kingdom	4.7	3.8%	7.4	34.9	8.4%	30.0
Other countries	9.6	7.7%	8.3	26.7	6.4%	21.6
<b>POLYTEC GROUP</b>	<b>124.1</b>	<b>100%</b>	<b>137.1</b>	<b>415.8</b>	<b>100%</b>	<b>379.4</b>

The marked decline in sales in Austria was due to the effect of the sale of the "Industrial" business area. Lower

sales were also recorded in other EU countries, for example in the Netherlands and the Czech Republic.

## GROUP EARNINGS FIGURES

	Unit	Q3 2021	Q3 2020	Q1-Q3 2021	Q1-Q3 2020
Sales	EUR m	124.1	137.1	415.8	379.4
EBITDA	EUR m	4.0	9.9	28.3	20.6
EBITDA margin (EBITDA/sales)	%	3.3%	7.2%	6.8%	5.4%
EBIT	EUR m	-3.2	0.9	7.0	-6.2
EBIT margin (EBIT/sales)	%	-2.5%	0.6%	1.7%	-1.6%
Earnings after tax	EUR m	-3.2	-1.5	3.6	-10.4
Average capital employed	EUR m	393.8	428.8	393.8	428.8
Earnings per share	EUR	-0.15	-0.08	0.15	-0.50

## MATERIAL AND PERSONNEL EXPENSES

As a result of the distortions in the international raw material markets, the beginning of the second quarter of 2021 was accompanied by an abrupt and massive rise in purchasing prices. Further price increases were also recorded in the course of the second and third quarters. In the first quarter of 2021, the materials ratio stood at 49.1%, in the second quarter at 52.5% and in the third quarter at 55.8%. It is assumed that price levels will remain high in the fourth quarter of 2021.

Group personnel expenses in the first nine months of 2021 amounted to EUR 138.0 million (Q1-Q3 2020: EUR 142.5 million). As compared to the same period of the preceding year, the personnel ratio was 4.9 percentage points lower at 32.9%. However, a comparison with 2020 is not meaningful owing to capacity adjustments, the utilisation of Covid-19 short-time working models and the deconsolidation of the "Industrial" business area.

## EBITDA AND EBIT

By comparison with the identical period of the previous year (Q1-Q3 2020: EUR 20.6 million), in the first nine months of 2021 POLYTEC GROUP EBITDA increased by 37.2% to EUR 28.3 million. The EBITDA margin in the first three quarters of 2021 amounted to 6.8% (Q1-Q3 2020: 5.4%). The turbulence in the raw material markets had a marked impact upon the earnings situation, especially from the second quarter onwards. In addition, earnings were further impacted by a significant reduction in call-off volumes and repeated call-off cancellations at ex-

tremely short notice by our automotive customers, as well as the increased costs incurred due to the more difficult cost adjustment measures. From January to September 2021, year-on-year depreciation fell by EUR 5.5 million to EUR 21.3 million. This was due to the capacity adjustments and the deconsolidation of the "Industrial" business unit.

Group EBIT in the months from January to September 2021 amounted to EUR 7.0 million (Q1-Q3 2020: minus EUR 6.2 million), which corresponded with an EBIT margin of 1.7% (Q1-Q3 2020: EUR minus 1.6%).

## FINANCIAL AND GROUP RESULT

The financial result for the first nine months of 2021 totalled minus EUR 2.1 million (Q1-Q3 2020: minus EUR 2.4 million). The POLYTEC GROUP tax ratio in the period from January to September 2021 stood at 26.4% (Q1-Q3 2020:

minus 20.7%). The consolidated net profit amounted to EUR 3.6 million (Q1-Q3 2020: minus EUR 10.4 million) and thus corresponded with earnings per share of EUR 0.15 (Q1-Q3 2020: minus EUR 0.50).

## ASSETS AND FINANCIAL STATUS

### INVESTMENTS

in EUR m	Q3 2021	Q3 2020	Q1-Q3 2021	Q1-Q3 2020
Investments in tangible assets	11.8	5.9	23.4	12.4

Investments in tangible assets in the first nine months of 2021 (Q1-Q3 2020: EUR 12.4 million) amounted to EUR 23.4 million and focused in particular on increases in capacity

at the Ebensee plant in Austria and final construction work at the East London plant in South Africa.

## GROUP KEY BALANCE SHEET AND FINANCIAL FIGURES

	Unit	30.09.2021	31.12.2020	Change
Equity	EUR m	247.1	247.5	-0.1%
Equity ratio (equity/balance sheet total)	%	45.6%	42.6%	3.0% pt.
Balance sheet total	EUR m	542.1	581.5	-6.8%
Net working capital <sup>1)</sup>	EUR m	127.4	92.8	37.2%
Net working capital/sales	%	22.8%	17.8%	5.0% pt.

<sup>1)</sup> Net working capital = current assets less current liabilities

As compared to 31 December 2020, as at 30 September 2021, the level of the group's balance sheet total was EUR 39.4 million lower at EUR 542.1 million. This was due primarily to the repayment of promissory note loans of EUR 24.2 million and loan repayments totalling EUR 4.6 million, as well as the related reduction in cash and cash equivalents. On the basis of the lower balance sheet total,

in comparison to the 2020 reporting date, the equity ratio improved by three percentage points to 45.6% and thus remained at a healthy level. By comparison with the 2020 balance sheet date, net working capital increased considerably, rising by 37.2%, or EUR 34.5 million, to EUR 127.4 million. This was due mainly to the increased inventories and contract assets from customer contracts.



	Unit	30.09.2021	31.12.2020	Change
Net debt (+)/assets (-)	EUR m	145.8	105.8	37.8%
Net debt (+)/assets (-)/EBITDA	-	2.61	2.19	19.2%
Gearing (net debt (+)/assets (-)/equity)	-	0.59	0.43	37.2%

By comparison with the 31 December 2020 reporting date, net debt was EUR 40.0 million higher at EUR 145.8 million. The fictive debt repayment period increased from 2.19 to 2.61 years. As compared to the 2020 year-end level,

the gearing ratio rose from 0.43 to 0.59. On the 30 September 2021 reporting date, the POLYTEC GROUP disposed over cash and cash equivalents of EUR 26.4 million.

## EMPLOYEES

Employees (incl. leasing personnel) in terms of full-time equivalents (FTE)	End of period			Average period		
	30.09.2021	30.09.2020	Change	Q1-Q3 2021	Q1-Q3 2020	Change
Austria	469	527	-58	485	519	-34
Germany	1,691	1,988	-297	1,773	2,029	-256
Other EU countries	897	998	-101	943	958	-15
United Kingdom	273	275	-2	320	391	-71
Other countries	112	63	49	100	87	13
<b>POLYTEC GROUP</b>	<b>3,442</b>	<b>3,851</b>	<b>-409</b>	<b>3,621</b>	<b>3,984</b>	<b>-363</b>

As at the 30 September 2021 reporting date, the POLYTEC GROUP had a total 3,442 employees. This represented a reduction of 409 or 10.6%, over the 2020 reporting date (3,851 FTE) and resulted from adjustments to production structures and the deconsolidation of the "Industrial" business area (around 130 employees at three locations). In terms of a comparison with the same

period of the preceding year, average group workforce numbers (including leasing personnel) were down by 363, or 9.1%, at 3,621. The average leasing personnel quota amounted to 11.9% (Q1-Q3 2020: 5.0%). The figures presented do not take into account any short-time working effects.

## RISKS AND UNCERTAINTIES

In the course of its business operations, the POLYTEC GROUP is subject to numerous risks, which are indelibly linked to its entrepreneurial activities. Therefore, for POLYTEC risk management is an integral part of group strategy and all of its business processes.

The global economy and the automotive industry continue to face the consequences and indirect effects of the corona crisis. Following encouraging developments during the summer months, in many countries the autumn has seen another significant rise in Covid cases. Government decision-makers have responded by stepping up vaccination campaigns, but in order to continue to ensure a functional healthcare system, are also increasingly being forced to re-impose temporary restrictions focused on specific groups of people, or on public life in general.

The general economic recovery, which was tangible during 2021 could be even more dynamic were it not for the

disruptions to the supply chains. Numerous force majeure notifications from diverse raw material suppliers, as well as interruptions to international logistical operations have already led to significant shortages and adverse effects on the flow of goods.

In particular, automotive manufacturers continue to face considerable supply problems in connection with electronic chips, which have led repeatedly to temporary plant closures and subsequently to very short-term call-off reductions amongst suppliers. The abrupt nature of the demand adjustments makes planning for the short- (weeks) and medium-term (months) considerably more difficult and therefore results in significant additional costs. Moreover, the OEMs' promises to suppliers that in autumn they would make up for the vehicles not produced up to the summer failed to materialise and during the third quarter they were once again barely able to provide reliable information regarding planned volumes and call-off dates.

Representatives of the automotive suppliers warn that in tandem with the increased financing requirements caused by higher prices for materials and energy as well increased costs, these persistently low and irregular call-offs could lead to a wave of insolvencies, especially among small and medium-sized automotive suppliers. The CEOs of large, leading supplier groups also subscribe to this view and are calling for greater transparency and reliability from both OEMs and raw material suppliers in order to restore greater planning certainty.

Furthermore, from a current perspective, possible interruptions in production due to the greatly reduced availability of electronic chips cannot be ruled out and in addition, as exemplified by the recent announcement of impending bottlenecks for magnesium, other raw materials are also under threat.

Since the beginning of the second quarter, numerous raw materials have been subject to sudden and sharp price rises. This phase of above-average purchase prices on the raw material markets continued in the third quarter and will probably last until at least the end of 2021. Experts estimate that these uncertainties will continue in 2022 and forecasts with regard to the duration of the shortages of electronic chips partially point to the middle of 2023.

## **MATERIAL TRANSACTIONS WITH RELATED PARTIES AND COMPANIES**

To date, POLYTEC Holding AG has employed the consulting services of IMC Verwaltungsgesellschaft mbH, Hörsching, but these were terminated as per 30 June 2021. Otherwise, as compared to 31 December 2020, there were no material changes regarding business transactions with related par-

ties and companies, and therefore in this connection reference should be made to the notes contained in the consolidated financial statements of POLYTEC Holding AG as at 31 December 2020.

Since July, monthly new registrations in key markets have declined significantly. In the meantime, no market researcher or analyst believes that the international passenger car and commercial vehicle markets will grow in 2021 beyond the poor, Covid-affected level of 2020. It is already expected that as compared to last year, in 2021 up to eleven million fewer vehicles will be produced worldwide.

At present, it is impossible to offer a comprehensive assessment of the extent to which the aforementioned risks and uncertainties will affect the development of the POLYTEC GROUP's sales revenues and income. Accordingly, the management continues to monitor events extremely closely and has initiated numerous measures in order to minimise the financial impacts upon the POLYTEC GROUP.

With regard to risk reporting, we also refer to the explanations under item 3. and item 4. in the group management report, as well as under item G. 2 in the notes to the consolidated financial statements published in the 2020 Annual Report.



## MATERIAL EVENTS AFTER THE REPORTING PERIOD

At 18:40 CEST on 4 October 2021, POLYTEC Holding AG released an ad hoc announcement pursuant to Article 17 MAR with the following content:

“Adjustment of the outlook for the 2021 financial year

The POLYTEC GROUP management has reassessed the risks regarding the development of the 2021 financial year. The continuation of extremely short-term, call-off cancellations by our customers is resulting in disproportionate production costs and simultaneous declines in sales. Moreover, the prospect held out by customers that the vehicle production losses incurred up to the summer would be made good in autumn is failing to materialise. At present, customers are unable to provide any reliable information on planned volumes for the remaining months, which means that an outlook would be based exclusively on our own estimates without taking into account customer model policies.

Various negotiations are currently under way with customers regarding compensation for the additional expenses incurred, including the additional material costs, but these have yet to be concluded. In view of these considerable uncertainties, at the moment it is impossible to make a well-founded estimate of sales and result expectations. Nonetheless, the POLYTEC GROUP management assumes that EBIT (earnings before interest and taxes) in the 2021 financial year will be clearly positive.”

No other events of material significance occurred after 30 September 2021.

## OUTLOOK 2021 FINANCIAL YEAR

The considerable uncertainties with regard to the current and future course of business do not permit a well-founded assessment of the sales and earnings expectations.

However, the management of POLYTEC GROUP still expects clearly positive EBIT (operating earnings before interest and taxes) in the 2021 financial year.

# 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 2021 with comparative figures from the previous year

in EUR k	01.01. - 30.09.		01.07. - 30.09.	
	2021	2020	2021	2020
Sales	415,788	379,437	124,105	137,097
Other operating income	4,140	8,858	992	5,404
Changes in inventory	4,221	-2,187	846	-3,527
Other own work capitalised	904	614	291	145
Expenses for materials and services received	-221,654	-185,737	-70,097	-62,257
Personnel expenses	-137,994	-142,519	-40,545	-52,437
Other operating expenses	-37,128	-37,859	-11,553	-14,556
<b>Earnings before interest, taxes and depreciation (EBITDA)</b>	<b>28,277</b>	<b>20,607</b>	<b>4,037</b>	<b>9,869</b>
Depreciation	-21,284	-26,787	-7,191	-9,017
<b>Earnings before interest and taxes = operating result (EBIT)</b>	<b>6,993</b>	<b>-6,180</b>	<b>-3,154</b>	<b>852</b>
Interest result	-1,944	-2,251	-655	-595
Other financial income	-178	-152	-43	-98
<b>Financial result</b>	<b>-2,122</b>	<b>-2,404</b>	<b>-698</b>	<b>-694</b>
<b>Earnings before tax</b>	<b>4,871</b>	<b>-8,584</b>	<b>-3,852</b>	<b>158</b>
Taxes on income	-1,285	-1,780	604	-1,637
<b>Earnings after tax</b>	<b>3,586</b>	<b>-10,364</b>	<b>-3,248</b>	<b>-1,479</b>
thereof result of non-controlling interests	-208	-569	-69	-188
<b>thereof result of the parent company</b>	<b>3,377</b>	<b>-10,933</b>	<b>-3,317</b>	<b>-1,667</b>
Earnings per share in EUR	0.15	-0.50	-0.15	-0.08

## CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2021

with comparative figures from the last balance sheet as at 31.12.2020

### ASSETS

in EUR k	30.09.2021	31.12.2020
<b>A. Non-current assets</b>		
I. Intangible assets	6,417	5,120
II. Goodwill	12,643	12,643
III. Tangible assets	254,071	249,862
IV. Other non-current assets	2,185	2,035
V. Deferred tax assets	8,137	8,169
	<b>283,452</b>	<b>277,829</b>
<b>B. Current assets</b>		
I. Inventories	54,963	38,570
II. Trade accounts receivable	45,543	55,020
III. Revenues from contracts with customers	103,597	90,812
IV. Other current receivables	13,377	14,216
V. Income tax receivables	1,345	1,307
VI. Cash and cash equivalents	26,419	90,389
	<b>245,245</b>	<b>290,315</b>
VII. Assets held for sale	13,360	13,360
	<b>258,605</b>	<b>303,675</b>
	<b>542,057</b>	<b>581,504</b>

### EQUITY AND LIABILITIES

in EUR k	30.09.2021	31.12.2020
<b>A. Shareholder's equity</b>		
I. Share capital	22,330	22,330
II. Capital reserves	37,563	37,563
III. Treasury stock	-1,855	-1,855
IV. Retained earnings	197,162	200,383
V. Other reserves	-12,167	-14,820
	<b>243,035</b>	<b>243,601</b>
VI. Non-controlling interests	4,093	3,885
	<b>247,129</b>	<b>247,487</b>
<b>B. Non-current liabilities</b>		
I. Non-current, interest-bearing liabilities	126,951	160,342
II. Provision for deferred taxes	1,994	1,803
III. Provisions for employees	27,221	26,899
	<b>156,167</b>	<b>189,044</b>
<b>C. Current liabilities</b>		
I. Current interest-bearing liabilities	47,299	37,889
II. Liabilities on income taxes	2,010	2,080
III. Trade accounts payable	45,683	52,703
IV. Liabilities from contracts with customers	6,100	5,365
V. Other current liabilities	25,651	31,718
VI. Current provisions	12,018	15,219
	<b>138,762</b>	<b>144,974</b>
	<b>542,057</b>	<b>581,504</b>

## CONSOLIDATED CASH FLOW STATEMENT

for the period from 1 January to 30 September 2021 with comparative figures from the previous year

in EUR k	01.01. - 30.09.	
	2021	2020
<b>Earnings before tax</b>	<b>4,871</b>	<b>-8,584</b>
+(-) Depreciation on fixed assets	21,284	26,787
-(+ ) Interest result	2,122	2,421
+(-) Other non-cash expenses and income	682	-290
+(-) Increase (decrease) in non-current provisions for employees	171	-711
-(+ ) Profit (loss) from fixed asset disposals	-522	-1,284
-(+ ) Increase (decrease) in inventories	-15,789	865
-(+ ) Increase (decrease) in trade and other receivables and contractual revenues	-1,797	8,692
+(-) Increase (decrease) in trade and other payables and contractual liabilities	-12,884	-14,107
+(-) Increase (decrease) in current provisions	-3,260	1,417
<b>= Consolidated cash flow from current activities</b>	<b>-5,121</b>	<b>15,209</b>
+ Interest received	67	109
- Interest paid	-1,980	-2,465
- Taxes paid	-1,169	-2,322
<b>= Consolidated cash flow from operating activities</b>	<b>-8,203</b>	<b>10,531</b>
- Investments in tangible assets	-23,359	-12,428
- Purchase of subsidiary less acquired cash and cash equivalents	0	-32
+ Payments from the disposal of intangible and tangible assets	1,572	11,680
<b>= Consolidated cash flow from investing activities</b>	<b>-21,788</b>	<b>-780</b>
+ Inflows from loan financing	0	14,000
- Repayments of loan financing	-29,097	-9,230
+(-) Inflows (repayments) from real estate loan borrowings	3,663	-2,342
- Outflows from leasing agreements	-4,085	-5,873 <sup>1)</sup>
+(-) Change of current financial liabilities	3,047	0
- Third party dividends	-6,599	-250
+(-) Other equity changes	-754	-26
<b>= Consolidated cash flow from financing activities</b>	<b>-33,825</b>	<b>-3,721</b>
+(-) Consolidated cash flow from operating activities	-8,203	10,531
+(-) Consolidated cash flow from investing activities	-21,788	-780
+(-) Consolidated cash flow from financing activities	-33,825	-3,721
<b>= Change in cash and cash equivalents</b>	<b>-63,816</b>	<b>6,030</b>
+(-) Effect from currency translations	-153	-304
+ Opening balance of cash and cash equivalents	90,389	55,609
<b>= Closing balance of cash and cash equivalents</b>	<b>26,419</b>	<b>61,335</b>

<sup>1)</sup> For better comparability, the previous year's period was adjusted to the changed disclosure.

## 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
<b>As at 01.01.2021</b>	<b>22,330</b>	<b>37,563</b>	<b>-1,855</b>	<b>200,383</b>	<b>-14,822</b>	<b>243,601</b>	<b>3,885</b>	<b>247,486</b>
Comprehensive income after tax	0	0	0	3,377	0	3,377	208	3,586
Other result after tax	0	0	0	0	2,655	2,655	0	2,655
Dividends	0	0	0	-6,599	0	-6,599	0	-6,599
<b>As at 30.09.2021</b>	<b>22,330</b>	<b>37,563</b>	<b>-1,855</b>	<b>197,162</b>	<b>-12,167</b>	<b>243,035</b>	<b>4,093</b>	<b>247,129</b>

in EUR k	Share capital	Capital reserves	Treasury stock	Retained earnings	Other reserves	Shares of POLYTEC Holding AG stockholders	Non controlling interests	Total
<b>As at 01.01.2020</b>	<b>22,330</b>	<b>37,563</b>	<b>-1,855</b>	<b>197,772</b>	<b>-11,289</b>	<b>244,523</b>	<b>8,060</b>	<b>252,585</b>
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
Dividends	0	0	0	0	0	0	-250	-250
<b>As at 30.09.2020</b>	<b>22,330</b>	<b>37,563</b>	<b>-1,855</b>	<b>186,840</b>	<b>-16,165</b>	<b>228,714</b>	<b>8,379</b>	<b>237,095</b>

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

01.01. - 30.09.2021 in EUR k	Group	Non controlling interests	Total
Earnings after tax	3,377	208	3,586
Currency translations	2,655	0	2,655
<b>Total result</b>	<b>6,032</b>	<b>208</b>	<b>6,240</b>

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
<b>Total result</b>	<b>-15,809</b>	<b>569</b>	<b>-15,240</b>

**GENERAL INFORMATION**

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

Austrian 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 2021 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 2020 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 2020 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. The POLYTEC GROUP's scope of consolidation now includes 44 fully consolidated companies (previous year: 44) of which 33 (previous year: 33) are foreign entities.

**EQUITY**

At the 21st Ordinary Annual General Meeting of POLYTEC Holding AG, which was held on 13 July 2021, a dividend

payment of around EUR 6.6 million (previous year: no dividend) was approved and paid out on 21 July 2021. This corresponds with a dividend of EUR 0.30 per eligible share.

**MATERIAL TRANSACTIONS WITH RELATED PARTIES AND COMPANIES**

To date, POLYTEC Holding AG has employed the consulting services of IMC Verwaltungsgesellschaft mbH, Hörsching, but these were terminated as per 30 June 2021. Otherwise, as compared to 31 December 2020, there

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

**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 customers nor-

mally 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.

**MATERIAL EVENTS AFTER THE REPORTING PERIOD**

At 18:40 CEST on 4 October 2021, POLYTEC Holding AG released an ad hoc announcement pursuant to Article 17 MAR with the following content:

"Adjustment of the outlook for the 2021 financial year  
The POLYTEC GROUP management has reassessed the risks regarding the development of the 2021 financial year. The continuation of extremely short-term, call-off cancellations by our customers is resulting in disproportionate production costs and simultaneous declines in sales. Moreover, the prospect held out by customers that the vehicle production losses incurred up to the summer would be made good in autumn is failing to materialise. At present, customers are unable to provide any reliable information on planned volumes for the remaining months,

which means that an outlook would be based exclusively on our own estimates without taking into account customer model policies.

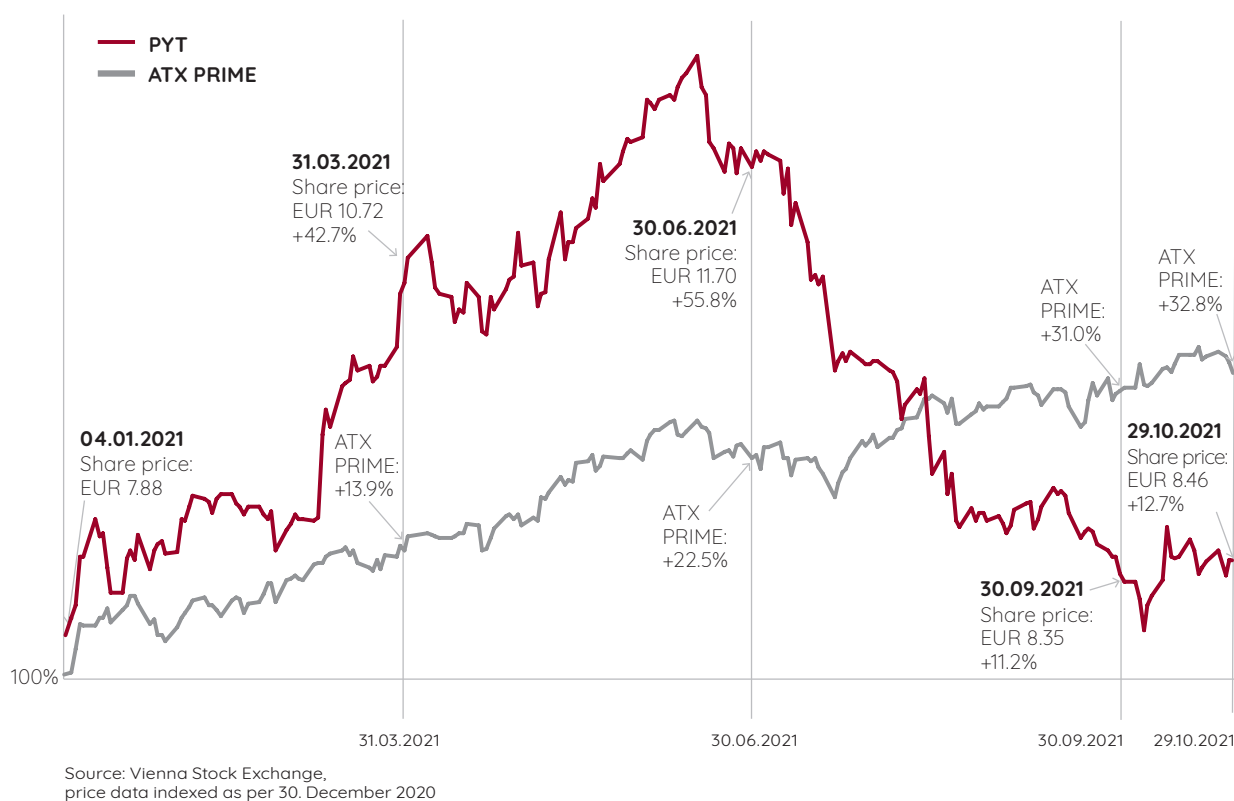
Various negotiations are currently under way with customers regarding compensation for the additional expenses incurred, including the additional material costs, but these have yet to be concluded. In view of these considerable uncertainties, at the moment it is impossible to make a well-founded estimate of sales and result expectations. Nonetheless, the POLYTEC GROUP management assumes that EBIT (earnings before interest and taxes) in the 2021 financial year will be clearly positive."

No other events of material significance occurred after 30 September 2021.



# 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 2021 compared to the same period of the previous year and further historical periods are contained in the following table:

POLYTEC-Aktie (AT0000A00XX9)	Unit	Q1-Q3 2021	Q1-Q3 2020	Change	Q1-Q3 2019	Q1-Q3 2018
Closing price last trading day of period	EUR	8.35	5.31	57.3%	8.28	10.96
Highest closing price during period (14 June 2021)	EUR	12.56	8.93	40.6%	10.64	21.00
Average closing price during period	EUR	9.97	5.74	73.7%	9.00	14.56
Lowest closing price during period (4 January 2021)	EUR	7.88	3.21	145.5%	8.17	10.20
Market capitalisation last trading day of period	EUR m	186.5	118.6	57.3%	184.9	244.7
Vienna Stock Exchange money turnover (double counting)	EUR m	138.1	70.2	96.7%	79.3	242.8
Vienna Stock Exchange share turnover (double counting)	Shares m	14.1	12.8	10.2%	8.9	17.0
Share turnover (daily average, double counting)	Shares	73,991	66,840	10.7%	46,576	90,740

Source: Vienna Stock Exchange

## DIVIDEND POLICY

POLYTEC's dividend policy is based on the profitability, strategic growth perspectives and capital requirements of the group. In the 2020 business year, POLYTEC Holding AG's net profit amounted to EUR 152.8 million (2019: EUR 134.3 million). At the 21st Ordinary Annual General Meeting of POLYTEC Holding AG, which was held on 13 July 2021, a dividend payment of around EUR 6.6

million (previous year: no dividend) was approved and paid out on 21 July 2021. This corresponds with a dividend of EUR 0.30 per eligible share. On the basis of the average closing price for the year of EUR 5.92, a dividend yield of 5.1% results.

## RESEARCH COVERAGE

The support of the POLYTEC GROUP by national and international investment banks is an important element in its comprehensive investor relations activities and plays a highly significant role in the visibility of the POLYTEC share within the investor community.

The following financial institutions publish reports on POLYTEC GROUP and the recommendations and price targets up to the editorial closing date (beginning of November 2021) are contained in the table below.

Institute	Recommendation	Price target	Updated
BAADER-Helvea Equity Research, München	Buy	EUR 16.00	12.08.2021
ERSTE Group Research, Wien	Buy	EUR 14.80	12.05.2021
M.M.Warburg Research, Hamburg	Buy	EUR 15.00	13.08.2021
Raiffeisen Research, Wien	Buy	EUR 10.50	06.10.2021
Durchschnittliches Kursziel		EUR 14.08	

The current recommendations and price targets can be called up from the Investor Relations, Share, Price Infor-

mation and Analyses section of the Group's new website, [www.polytec-group.com](http://www.polytec-group.com)

## CORPORATE CALENDAR 2022

This is the corporate calendar of POLYTEC Holding AG for the 2022 financial year:

<b>22.04.2022</b>	FRI	Financial statements and annual report FY 2021
<b>06.05.2022</b>	FRI	Interim report Q1 2022
<b>21.06.2022</b>	TUE	Record date „Annual General Meeting“
<b>01.07.2022</b>	FRI	22 <sup>nd</sup> Annual General Meeting FY 2021, (venue and starting time t.b.d.)
<b>05.07.2022</b>	TUE	Ex-dividend date
<b>06.07.2022</b>	WED	Record date „Dividends“
<b>07.07.2022</b>	THU	Dividend pay-out date
<b>10.08.2022</b>	WED	Half-year financial report 2022
<b>10.11.2022</b>	DO	Interim report Q3 2022

Find all dates on corporate website section investor relations, follow link: [www.polytec-group.com/en/investor-relations/calendar-2021/2022](http://www.polytec-group.com/en/investor-relations/calendar-2021/2022)



The Financial Statements and Annual Report for 2021 financial year to be published 22 April 2022.

Current news see online in the section Investor Relations of corporate website **[www.polytec-group.com](http://www.polytec-group.com)**

#### **CONTACT**

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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 11 November 2021.

#### **IMPRINT**

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