



PARAGON®

GROUP INTERIM REPORT
AS OF MARCH 31, 2022
FIRST QUARTER

Group Key Figures at a Glance ¹

| € '000 / as indicated | Jan. 1 to Mar. 31, 2022 | Jan. 1 to Mar. 31, 2021 | Change |
|---|----------------------------|----------------------------|----------|
| Revenue | 41,682 | 39,207 | 6.3 % |
| EBITDA ² | 4,953 | 6,062 | -18.3 % |
| EBITDA margin in % | 11.9 | 15.5 | -23.1 % |
| EBIT | 877 | 2,066 | -57.6 % |
| EBIT margin in % | 2.1 | 5.3 | -60.1 % |
| Earnings from continuing operations | -551 | 557 | -198.9 % |
| Earnings from discontinued operations | n.a. | -1,382 | n.a. |
| Consolidated net income | -551 | -825 | -33.2 % |
| Earnings per share in € (basic and diluted) from continuing operations | -0.12 | 0.12 | -201.4 % |
| Earnings per share in € (basic and diluted) from discontinued operations | n.a. | -0.31 | n.a. |
| Earnings per share in € (basic and diluted) from continuing and discontinued operations | n.a. | -0.19 | n.a. |
| Investments (CAPEX) ³ | 3,180 | 1,599 | 98.9 % |
| Operating cash flow | 6,603 | 2,103 | 214.0 % |
| Free cash flow ⁴ | 3,423 | 504 | 579.2 % |
| € '000 / as indicated | Mar. 31, 2022 | Dec. 31, 2021 | Change |
| Total assets | 157,971 | 159,669 | -1.1 % |
| Equity | 2,728 | 3,300 | -17.3 % |
| Equity ratio in % | 1.7 | 2.1 | -16.4 % |
| Cash and cash equivalents | 3,067 | 1,455 | 110.8 % |
| Interest-bearing liabilities | 109,553 | 115,879 | -5.5 % |
| Net debt ⁵ | 106,486 | 114,424 | -6.9 % |
| Employees ⁶ | 855 | 839 | 1.9 % |

- 1 The paragon Group is comprised of the Electronics and Mechanics operating segments (paragon Automotive). Due to the sale of Voltabox AG in 2021, the Electromobility operating segment (Voltabox AG) is presented as a discontinued operation as of March 31, 2021. The prior-year figures have been adjusted accordingly.
- 2 For information on the calculation of EBITDA, please refer to the explanations in the management report in the 2021 Annual Report.
- 3 CAPEX = investments in property, plant and equipment + investment in intangible assets.
- 4 Free cash flow = operating cash flow – investments (CAPEX).
- 5 Net debt = interest-bearing liabilities – cash and cash equivalents.
- 6 Plus 81 temporary workers (December 31, 2021: 61).

Share

| | Mar. 31, 2022 | Dec. 31, 2021 | Change |
|-------------------------------------|---------------|---------------|---------|
| Closing price in Xetra in € | 5.36 | 7.18 | -25.3 % |
| Number of shares issued | 4,526,266 | 4,526,266 | 0 % |
| Market capitalization in € millions | 24.3 | 32.5 | -25.3 % |

The First Quarter of 2022 at a Glance

- Further increase in paragon's revenue to € 41.7 million in the first quarter of 2022 (same quarter in prior year: € 39.2 million)
- Revenue growth thus amounts to 6.3 %, despite automotive manufacturers' temporary production downtimes due to lack of components as a result of Ukraine war
- EBITDA in current period, including negative one-time effects, amounts to € 5.0 million (prior year: € 6.1 million)
- EUR bond successfully extended by 5 years
- Major orders won for Digital Assistance and Sensors units
- Forecast for the current fiscal year unchanged: revenue of € 155 – 165 million with an EBITDA margin > 15 %

Letter from the Management

Dear Shareholders,
Customers, Business Partners
and Employees,

The key event in the first quarter of 2022 was the war of aggression that Russia launched against Ukraine on February 24, 2022, which has triggered a human tragedy of unimaginable proportions. This war means unspeakable suffering due to death, injury, expulsion and hunger for innumerable people in our immediate neighborhood. In this context, the war-related disruption of our European customers' supply chains is a fairly minor matter. Some of the automotive manufacturers' production plants were forced to temporarily curb their production activities or even halt them entirely. The quantities of which paragon took delivery decreased accordingly.

paragon is not a traditional automotive supplier. We are proud of our capacity for innovation and see ourselves as a technology provider. In our view, it is for this reason that we were able to increase our revenue by 6.3% on the same quarter in the prior year to € 41.7 million, despite the difficult environment. We have realized this growth in all five of our operating segments; our Digital Assistance operating segment has achieved an above-average increase of 16.0%. Our customers value our innovative products. This is illustrated by the two major orders that we picked up in the first quarter of 2022 for our Digital Assistance and Sensors units.

In January, we announced the largest-ever single order in our company's history for our language assistance system. This order demonstrates paragon's capacity for innovation in the field of digitalization especially, as one of the world's leading automotive manufacturers has chosen the geni:OS language assistance system developed by our Digital Assistance unit. From 2024 onward, in addition to the paragon

software that has already been installed millions of times, this manufacturer will fit millions more vehicles with this AI-based and adaptive software. The order volume over the multiple-year term is in excess of € 40 million.

In late March 2022, we received an order from another leading international automotive manufacturer for the electric anti-virus filter DUSTPROTECT developed by our Sensors unit. paragon is thus benefiting from its many years of experience and its leadership in innovation in the field of electric filters for car interiors and has once again won the largest order in its history, with a volume of more than € 45 million.

Over the past few weeks, it became clear that almost all of the war-related interruptions to our customers' production activities could be overcome and that these were merely temporary in nature. We now anticipate catch-up effects. For this reason, the Management is standing by the forecast that it has already published.

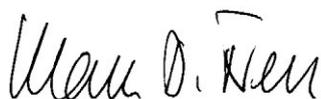
Following the successful sale of our investment in Voltabox AG in the fourth quarter of 2021, we now – once again – have a clear focus on the automotive business through our five operating segments. However, streamlining our portfolio does also mean parting company with peripheral activities in the automotive sector. We deliberately opted to sell our site in Aachen. Our team in Aachen has highly attractive expertise in the field of electric engines. However, this no longer fits with our product strategy. We are convinced that our team will find a very good home with the buyer, a leading development service provider.

Thanks to a constructive dialog with our bond creditors, on March 10, 2022, 99.9% of these creditors agreed to extend our EUR bond due on July 5, 2022, for a further five years on acceptable conditions. The financing of paragon and its future growth are thus secure.

However, despite the positive news regarding the well-filled order book and the successful extension of our EUR bond, it should be noted that the share and bond prices of paragon

GmbH & Co KGaA have continued to fall. Continuous revenue growth despite external crises, the significant improvement in operating results and paragon's stable operating cash flow are not yet reflected in these prices. We cannot be satisfied with this. We will step up our communication activities with the capital market in the near future.

We would like to thank the employees of paragon for their commitment and contribution to the success of the company as well as our customers, business partners and shareholders for their trust.



Klaus Dieter Frers
Chief Executive Officer



Dr. Matthias Schöllmann
Managing Director Automotive



Dr. Martin Esser
Chief Financial Officer

paragon in the Capital Market

The German stock market lost a significant amount of ground in the first quarter of 2022. This reflected several different factors. The first of these is investors' fears over potential interest-rate hikes as a result of rising inflation. The continued spread of the Omicron variant of SARS-Cov-2 is a second factor. The third is Russia's war of aggression against Ukraine. Overall, the DAX 40 was down 9.25% by comparison with the last day of trading in 2021.

The paragon share lost ground in the first quarter. After being priced at € 7.18 at the end of 2021, the share reached a low of € 3.90 on January 14, 2022. At the end of the reporting period, the share was quoted at € 5.36 and had thus suffered a loss of 25.3%. paragon's stock market value thus decreased from € 32.5 million to € 24.3 million.

Corporate Bond 2017/27

The corporate bond (ISIN DE000A2G5B86; WKN A2G5B8) that was placed on June 27, 2017, with a total volume of € 50 million has an interest coupon of 4.5% p.a. for the first five years (as of July 5 each year). The bond is listed on the open market (free trade) of the Frankfurt Stock Exchange in Deutsche Börse AG's Scale segment for corporate bonds. A company rating is not planned for this bond.

On March 10, 2022, a decision was reached at a creditors' meeting to adjust the bond conditions. In addition to a semi-annual interest payment, a higher interest coupon (initially 6.75%) and a PIK component, the final maturity was postponed by five years. Furthermore, partial repayments of € 25 million were arranged for 2023 to 2025 or upon sale of the operating segments.

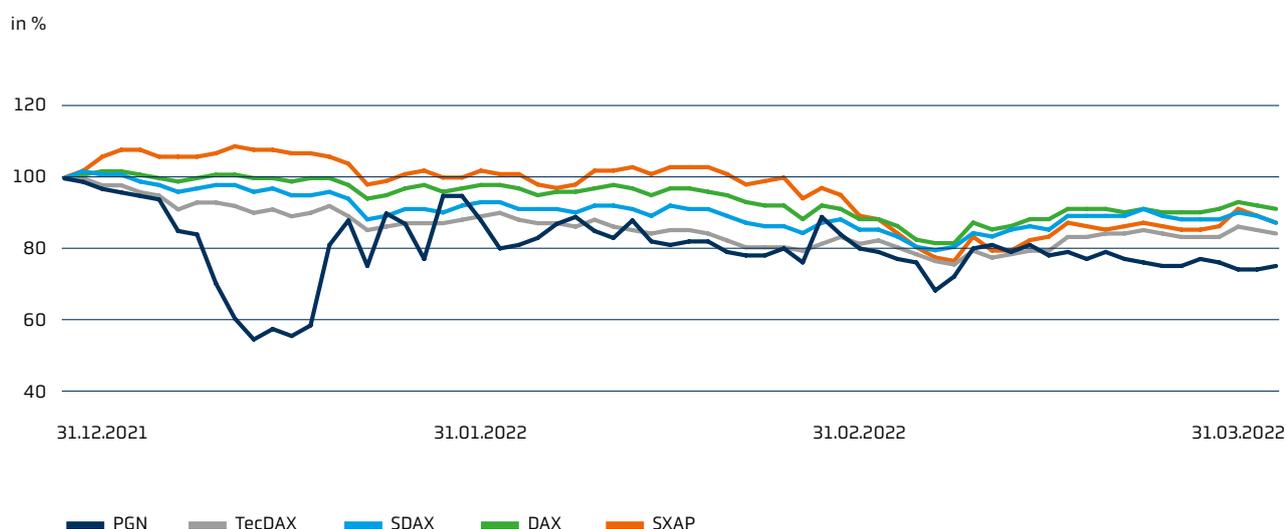
The corporate bond 2017/27, tradable since June 28, 2017, averaged 53.2% in the first three months.

Corporate Bond 2019/23

On April 4, 2019, paragon issued a bond under the leadership of Helvetische Bank AG for CHF 35 million with a coupon of 4.00% and a fixed term of originally five years. The bond has been listed on the SIX Swiss Exchange under the ISIN CH0419041105 since April 23, 2019, and has been interest-bearing since that date, first payable on April 23, 2020. In 2021, the maturity of the bond was shortened to four years and an early redemption of CHF 5.25 million on August 3, 2021, and CHF 8.75 million on April 23, 2022, was arranged.

The CHF bond 2019/23, tradable since April 23, 2019, averaged 62.1% in the first quarter.

Performance of paragon share



Business Performance

The development of the global car market in Q1 2022 continued to be shaped by shortages of semiconductors. The situation in Europe was also adversely affected by Russia's war of aggression against Ukraine. Due to these two factors, the market level in the first quarter of 2022 was lower than in the reference period, the first quarter of 2021. However, demand for cars remains strong.

paragon's business performance in the first three months of the 2022 fiscal year was characterized by slight increases in sales volumes in all of the Group's operating segments. Revenue increased by 6.3%, from € 39.2 million in the first three months of 2021 to € 41.7 million in the first quarter of 2022. It should be noted here that the European automotive manufacturers were forced to curb or in some cases even halt production during the reporting period, as a result of the disruption of supply chains due to Russia's war of aggression against Ukraine. Without these reduced output volumes, paragon's revenue would have increased more strongly.

The revenue trend for paragon's two operating segments was as follows:

The largest operating segment, Electronics, dominated Group activities as expected with revenue of € 29.9 million (prior year: € 28.3 million). Of this amount, € 29.6 million (prior year: € 27.5 million) was attributable to third-party revenue in the Sensors, Interior, Digital Assistance and Power units, which corresponds to 70.9% of Group revenue (prior year: 66.9%). EBITDA for the operating segment amounted to about € 3.9 million (prior year: € 4.9 million).

The Mechanics operating segment achieved segment revenue of € 12.2 million (prior year: € 11.7 million), of which € 12.1 million is attributable to third-party revenue (prior year: € 11.7 million). In addition to increased sales of adaptive rear spoilers for German sports car manufacturers, this increase was also attributable to revenue from folding tables for rear passengers in premium and luxury models and of seat adjusters in volume and premium models. Segment revenue with third parties is recognized under paragon movasys GmbH in the Kinematics unit and accounted for 29.1% of Group revenue in the first quarter (prior year: 29.7%). EBITDA for the operating segment amounted to € 1.0 million (prior year: € 1.1 million).

| Operating segment | Electronics ¹ | | Mechanics ² | | Eliminations | | paragon Automotive | |
|--------------------------|--------------------------|---------------|------------------------|---------------|--------------|-------------|--------------------|---------------|
| | 3M/ 2022 | 3M/ 2021 | 3M/ 2022 | 3M/ 2021 | 3M/ 2022 | 3M/ 2021 | 3M/ 2022 | 3M/ 2021 |
| € '000 / as indicated | | | | | | | | |
| Revenue (third party) | 29,573 | 27,548 | 12,110 | 11,659 | 0 | 0 | 41,682 | 39,207 |
| Intersegment revenue | 275 | 729 | 105 | -25 | -380 | -704 | 0 | 0 |
| Revenue | 29,848 | 28,276 | 12,214 | 11,634 | -380 | -704 | 41,682 | 39,207 |
| EBITDA | 3,913 | 4,899 | 1,039 | 1,112 | 0 | 0 | 4,952 | 6,062 |
| EBITDA margin | 13.1 % | 17.3 % | 8.5 % | 9.6 % | n.a. | n.a. | 11.9 % | 15.5 % |

1 Sensors, Interior, Power and Digital Assistance operating segments.

2 Body Kinematics unit (paragon movasys GmbH).

Revenue development in the individual units was as follows:

| Breakdown of revenue € '000 / as indicated | 3M/ 2022 | Share in% | 3M/ 2021 | Share in% | Change in% |
|--|---------------------|----------------------|---------------------|----------------------|-----------------------|
| Sensors | 12.591 | 30,2 | 12.592 | 32,1 | 0,0 |
| Interior | 13.952 | 33,4 | 12.657 | 32,3 | 10,2 |
| Digital Assistance | 2.666 | 6,4 | 2.298 | 5,9 | 16,0 |
| Power | 363 | 0,9 | 0 | 0 | n.a |
| Mechanics ¹ | 12.110 | 29,1 | 11.659 | 29,7 | 3,9 |
| paragon Automotive | 41.682 | 100 | 39.207 | 100,0 | 6,3 |

1 Represented by the Kinematics unit

Revenue in the Sensors unit in the first quarter amounts to € 12.6 million and is thus at exactly the same level as in the prior year. This is due to the high demand for the Dustdetect particle sensor and other products in the field of air quality management. This represents a sustained increase in this revenue figure, by comparison with a revenue volume of € 7.5 million in the first quarter of 2020.

In the Interior unit, revenue increased by 10.2% to € 14.0 million (prior year: € 12.7 million), mainly due to strong demand in the display instruments product group.

The Digital Assistance unit achieved a growth rate of 16.0% and thus generated revenue in the amount of € 2.7 million (prior year: € 2.3 million). This is mainly due to the use of the unit's software solutions in further platforms from a leading global automotive manufacturer as well as increased development revenue. Revenue continues to be generated primarily from income from the paragon semvox GmbH licensing model as well as development contracts.

paragon sold its Aachen site to a development service provider in the reporting period, within the scope of a transfer of company ownership. This company's personnel and noncurrent assets were also transferred. The selling price realized was lower than the carrying amount of the non-current assets. This resulted in a noncash book loss of € 0.5 million. This loss has been recognized under other operating expenses.

In Q1 2022, the buyer of the Voltabox shares exercised their contractually agreed call option. A further 350,000 shares were transferred. This reduced the amount of Voltabox shares held by paragon to 50,699. paragon intends to sell these shares via the stock market in the next few weeks.

Following the sale of the shares held in Voltabox AG, Voltabox AG relocated its production activities away from Delbrück. The lease agreement for the production building owned by paragon was terminated. This production building was subsequently sold. The cash inflow of € 4.75 million was used to reduce paragon's bank loans.

The EUR bond was originally due in July 2022. The divestment planned by paragon as part of a professional M&A process to finance the repayment of the bond could only be implemented at unacceptable conditions for paragon. This option was not realized by paragon. In a creditors' meeting on March 10, 2022, the terms and conditions of the EUR bond were adjusted. Among other things, the repayment of the bond was modified in such a way that the bond is no longer due in July 2022, but partial repayments are to be made in 2023, 2025 and 2026. The final repayment is scheduled for July 2027. This allows the possible divestment to be pursued without time pressure.

Financial Performance

In the first three months of the current fiscal year, paragon achieved revenue of roughly € 41.7 million (prior year: € 39.2 million). With a € 0.7 million (prior year: € 0.4 million) change in finished goods and work in progress as well as capitalized development costs of € 2.7 million (prior year: € 1.2 million), paragon's total operating performance amounted to € 46.1 million (prior year: € 41.1 million).

The cost of materials amounted to € 22.8 million (prior year: € 20.0 million). This resulted in a material input ratio (calculated from the ratio of cost of materials to revenue and inventory changes) of 53.9% (prior year: 50.5%).

This results in a gross profit for the first three months of € 23.2 million (prior year: € 21.1 million), which constitutes a gross profit margin of 55.7% (prior year: 53.8%). Personnel expenses in the first quarter of 2022 amount to € 12.4 million and have risen by 12.6% year-over-year (prior year: € 11.0 million). This increase is partially due to the use of a shorter working hours model in the first quarter of the prior year. This resulted in a personnel expense ratio of 29.8% (prior year: 28.1%).

Other operating expenses include the book loss from the sale of the Aachen site totaling € 0.5 million and noncash exchange rate losses totaling € 0.4 million from the CHF bond due to the weaker EUR to CHF exchange rate.

Taking into account the other operating expenses of € 5.9 million (prior year: € 4.0 million), earnings before interest, taxes, depreciation and amortization (EBITDA) totaled € 5.0 million (prior year: € 6.1 million). This corresponds to an EBITDA margin of 11.9% (prior year: 15.5%). After depreciation and amortization of € 4.1 million (prior year: € 3.9 million), earnings before interest and taxes (EBIT) amount to € 0.9 million (prior year: € 2.0 million). The EBIT margin accordingly came to 2.1% (prior year: 5.3%).

With a financial result of € -1.2 million (prior year: € -1.5 million) and income taxes of € 0.3 million (prior year: € 0.0 million), the paragon Group generated a consolidated income of € -0.6 million (prior year: € -0.8 million including discontinued operations) in the reporting period. This corresponds to earnings per share of € -0.12 (prior year: € -0.19).

Net Assets

As of March 31, 2022, total assets had decreased slightly to € 157.9 million (December 31, 2021: € 159.7 million). This development is mainly attributable to the decrease in property, plant and equipment due to the sale of the production building that was no longer required. This was offset by the deliberate and systematic build-up of inventories. The build-up took place in order to ensure full delivery capability for paragon customers despite worldwide supply difficulties due to the semiconductor shortage.

Equity had decreased to € 2.7 million as of the balance sheet date (December 31, 2021: € 3.3 million), due to the negative total consolidated net income. This caused the equity ratio to decrease to 1.7% (December 31, 2021: 2.1%).

The term of the EUR bond was extended in the reporting period. The EUR bond in the amount of € 45.0 million is thus now reported as a long-term bond. Only the € 5.0 million portion due in April 2023 is reported as a short-term bond. As of the reporting date December 31, 2021, this bond was still entirely reported as a short-term bond.

Noncurrent provisions and liabilities increased to € 70.5 million (December 31, 2021: € 28.3 million). This is mainly due to the change in the reporting of the EUR bond as well as the repayment of loans.

On the other hand, current provisions and liabilities decreased to € 84.7 million (December 31, 2021: € 128.1 million). This is likewise attributable to the change in the balance-sheet recognition of the EUR bond as well as repayments of loans.

Financial Position

Cash flow from operating activities increased in the first quarter of 2022 to € 6.6 million (prior year: € 2.1 million). In particular, this is attributable to an increase in trade payables.

Cash flow from investing activities declined in the reporting period, to € 2.4 million (prior year: € 3.3 million). This is mainly attributable to the cash inflow resulting from the disposal of noncurrent assets at paragon's Aachen site and the sale of the production building in Delbrück, which was no longer required. The payments for investments in intangible assets mainly comprise own work capitalized in accordance with IAS 38.

The cash flow from financing activities decreased in the reporting period to € -7.4 million (prior year: € -3.5 million), especially as a result of loan repayments.

Cash and cash equivalents totaled € 3.1 million as of the end of the reporting period (December 31, 2021: € 1.4 million).

Opportunity and Risk Report

In the first quarter of 2022, there were no significant changes in the opportunities and risks described in detail under "Opportunity and Risk Report" in the 2021 Annual Report. The 2021 Annual Report is available on the internet at <https://ir.paragon.ag>.

Events After the Reporting Period

paragon GmbH & Co KGaA repaid 25% of the CHF bond, in the amount of CHF 8.75 million, as planned after the reporting date. The outstanding nominal volume is thus CHF 21 million.

Forecast

The forecast for the current fiscal year and the underlying assumptions are explained in detail in the combined management report for the 2021 fiscal year. Accordingly, Management expects the automotive business to generate revenue between € 155 and 165 million, with an EBITDA margin in excess of 15%. Free cash flow is expected to be around € 12 million.

Development of key performance indicators

| In € million or as indicated | 2021 | Since start of year 3M/2022 | Forecast 2022 paragon Automotive |
|---|-----------------|--------------------------------|-------------------------------------|
| Financial performance indicators | | | |
| Revenue | € 146.9 million | € 41.7 million | € 155–165 million |
| EBITDA margin | 13.6 % | 11.9 % | > 15 % |
| Free cash flow | € -3.8 million | € 3.4 million | approx. € 12 million |

Condensed Interim Consolidated Financial Statements

Consolidated Statement of Comprehensive Income for the Period from January 1 to March 31, 2022 (IFRS)

| € '000 | Jan. 1 to Mar. 31, 2022 | Jan. 1 to Mar. 31, 2021 ¹ |
|--|----------------------------|---|
| Revenue | 41,682 | 39,207 |
| Other operating income | 1,012 | 221 |
| Increase or decrease in inventory of finished goods and work in progress | 701 | 438 |
| Other own work capitalized | 2,677 | 1,242 |
| Total operating performance | 46,072 | 41,108 |
| Cost of materials | -22,836 | -20,011 |
| Gross profit | 23,236 | 21,097 |
| Personnel expenses | -12,406 | -11,019 |
| Depreciation of property, plant and equipment and amortization of intangible assets | -4,054 | -3,899 |
| Impairment of property, plant and equipment and intangible assets | -22 | -97 |
| Other operating expenses | -5,877 | -4,016 |
| Financial income | 13 | 13 |
| Financial expenses | -1,168 | -1,487 |
| Financial result | -1,155 | -1,474 |
| Earnings before taxes (EBT) | -278 | 592 |
| Income taxes | -273 | -35 |
| Earnings from continuing operations | -551 | 557 |
| Earnings from discontinued operations | n.a. | -1,382 |
| Consolidated net income | -551 | -825 |
| Earnings per share in € (basic and diluted) from continuing operations | -0.12 | 0.12 |
| Earnings per share in € (basic and diluted) from discontinued operations | n.a. | -0.31 |
| Earnings per share in € (basic and diluted) from continuing and discontinued operations | n.a. | -0.19 |
| Average number of shares outstanding (basic and diluted) | 4,526,266 | 4,526,266 |
| Other comprehensive income | | |
| Currency translation reserve from continuing operations | -21 | 111 |
| Currency translation reserve from discontinued operations | n.a. | -1,458 |
| Total comprehensive income | -572 | -2,172 |

1 Due to the sale of Voltabox AG in 2021, the Electromobility operating segment (Voltabox AG) is presented as a discontinued operation as of March 31, 2021. The prior-year figures have been adjusted accordingly.

Consolidated Balance Sheet as of March 31, 2022 (IFRS)

| € '000 | Mar. 31, 2022 | Dec. 31, 2021 |
|-------------------------------|----------------|----------------|
| ASSETS | | |
| Noncurrent assets | | |
| Intangible assets | 54,565 | 54,533 |
| Goodwill | 21,875 | 21,875 |
| Property, plant and equipment | 31,369 | 37,998 |
| Financial assets | 186 | 574 |
| Other assets | 475 | 473 |
| | 108,470 | 115,453 |
| Current assets | | |
| Inventories | 25,470 | 23,965 |
| Trade receivables | 11,618 | 10,859 |
| Income tax assets | 232 | 221 |
| Other assets | 9,114 | 7,717 |
| Cash and cash equivalents | 3,067 | 1,455 |
| | 49,501 | 44,216 |
| Total assets | 157,971 | 159,669 |

| € '000 | Mar. 31, 2022 | Dec. 31, 2021 |
|---|----------------|----------------|
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Subscribed capital | 4,526 | 4,526 |
| Capital reserve | 15,485 | 15,485 |
| Revaluation reserve | -677 | -677 |
| Profit/loss carried forward | -16,284 | -10,323 |
| Consolidated net income | -552 | -5,960 |
| Currency translation differences | 230 | 250 |
| | 2,728 | 3,300 |
| Noncurrent provisions and liabilities | | |
| Noncurrent finance lease liabilities | 8,890 | 9,496 |
| Noncurrent loans | 7,545 | 10,182 |
| Noncurrent bonds | 45,000 | 0 |
| Deferred taxes | 6,091 | 5,692 |
| Pension provisions | 2,980 | 2,931 |
| | 70,506 | 28,301 |
| Current provisions and liabilities | | |
| Current portion of finance lease liabilities | 2,453 | 2,582 |
| Current loans and current portion of noncurrent loans | 10,776 | 14,580 |
| Trade payables | 18,464 | 13,870 |
| Liabilities to affiliated companies | 0 | 17 |
| Short-term bonds | 34,888 | 79,038 |
| Other provisions | 1,826 | 2,015 |
| Income tax liabilities | 733 | 927 |
| Other current liabilities | 15,597 | 15,037 |
| | 84,737 | 128,068 |
| Total equity and liabilities | 157,971 | 159,669 |

Consolidated Cash Flow Statement for the Period from January 1 to March 31, 2022 (IFRS)

| € '000 | Jan. 1 to Mar. 31, 2022 | Jan. 1 to Mar. 31, 2021 ¹ |
|---|----------------------------|---|
| Earnings before taxes (EBT) | -278 | 592 |
| Depreciation/amortization of noncurrent assets | 4,054 | 3,899 |
| Financial result | 1,155 | 1,474 |
| Gains (-)/losses (+) from the disposal of property, plant and equipment and financial assets | 451 | 0 |
| Increase (+)/decrease (-) in other provisions and pension provisions | -140 | 2,937 |
| Income from the reversal of the special item for investment grants | 0 | -22 |
| Other noncash income and expenses | 211 | 57 |
| Increase (-)/decrease (+) in trade receivables, other receivables, and other assets | -2,202 | -2,813 |
| Impairment of intangible assets | 22 | 97 |
| Increase (-)/decrease (+) in inventories | -1,505 | -1,760 |
| Increase (+)/decrease (-) in trade payables and other liabilities | 5,154 | -1,981 |
| Interest paid | -240 | -377 |
| Income taxes | -79 | 0 |
| Cash flow from operating activities of continuing operations | 6,603 | 2,103 |
| Cash flow from operating activities of discontinued operations | n.a. | -101 |
| Cash receipts from the disposal of property, plant and equipment | 5,250 | 4,911 |
| Cash payments for investments in property, plant and equipment | -503 | -357 |
| Cash payments for investments in intangible assets | -2,677 | -1,242 |
| Cash receipts from the sale of long-term securities | 350 | 0 |
| Cash flow from investing activities in continuing operations | 2,420 | 3,312 |
| Cash flow from investing activities in discontinued operations | n.a. | -1,614 |
| Net proceeds from the sale of shares | 0 | 1,022 |
| Loan repayments | -6,676 | -2,620 |
| Cash payments for finance lease liabilities | -735 | -1,868 |
| Cash flow from financing activities in continuing operations | -7,411 | -3,466 |
| Cash flow from financing activities in discontinued operations | n.a. | 127 |
| Changes in cash and cash equivalents for continuing operations | 1,612 | 1,949 |
| Cash and cash equivalents at beginning of period for continuing operations | 1,455 | 3,327 |
| Cash and cash equivalents at end of period for continuing operations | 3,067 | 5,276 |

¹ Due to the sale of Voltabox AG in 2021, the Electromobility operating segment (Voltabox AG) is presented as a discontinued operation as of March 31, 2021. The prior-year figures have been adjusted accordingly.

Consolidated Statement of Changes in Equity for the Period from January 1 to March 31, 2022 (IFRS)

| € '000 | Retained profit | | | | | | Total |
|----------------------------------|--------------------|-----------------|---------------------|------------------------------|--------------------|-------------------------|-------|
| | Subscribed capital | Capital reserve | Revaluation reserve | Currency translation reserve | Loss carry forward | Consolidated net income | |
| As of Jan. 1, 2022 | 4,526 | 15,485 | -677 | 250 | -10,323 | -5,960 | 3,300 |
| Appropriation of net profit | 0 | 0 | 0 | 0 | -5,960 | 5,960 | 0 |
| Net income for the year | 0 | 0 | 0 | 0 | 0 | -552 | -552 |
| Currency translation | 0 | 0 | 0 | -21 | 0 | 0 | -21 |
| Total other comprehensive income | 0 | 0 | 0 | -21 | 0 | 0 | -21 |
| Total comprehensive income | 0 | 0 | 0 | -21 | -5,960 | 5,408 | -573 |
| As of Mar. 31, 2022 | 4,526 | 15,485 | -677 | 230 | -16,284 | -552 | 2,728 |

Financial Calendar

| | |
|-------------------------|---|
| May 16, 2022 | Group Interim Report as of March 31, 2022 – First Quarter |
| May 18, 2022 | Webcast 2021 Annual Financial Statements and Q1 2022 Interim Report |
| May 23 – 25, 2022 | Equity Forum (Spring Conference), Frankfurt am Main |
| June 14, 2022 | Annual General Meeting, virtual |
| August 22, 2022 | Group Interim Report as of June 30, 2022 – Half-Year |
| September 19 – 23, 2022 | Baader Investment Conference, Munich |
| November 22, 2022 | Group Interim Report as of September 30, 2021 – Nine-Month |

Legal Notice

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