



FIRST HALF-YEAR 2021 REPORT

exceet Group SCA
17, rue de Flaxweiler
L-6776 Grevenmacher
Grand Duchy of Luxembourg

INTERIM MANAGEMENT REPORT

- After sale of exceet Secure Solution GmbH, exceet Group SCA decided to divest the remaining operating entities GS Swiss PCB AG and Lucom GmbH Elektrokomponenten und Systeme, too. exceet Group SCA discloses these companies now as Discontinued Operations.
- Group Net Sales of the discontinued operations up to EUR 25.0 million (H1 2020: EUR 24.9 million).
- Group EBITDA¹⁾ increased to EUR 4.9 million (H1 2020: EUR 4.8 million) achieving an EBITDA margin¹⁾ of 19.5% (H1 2020: 19.4%).
- EUR 6.2 million Group Net Profit (H1 2020: EUR 3.1 million), including a profit of EUR 3.4 million arising from the divestment of exceet Secure Solutions GmbH

(in EUR million, expenses in parentheses)	January - June			
	2021		2020	
	Discontinued	Continued	Discontinued	Continued
Income Statement				
Net Sales	25.0		24.9	-
Gross Profit	6.4		6.8	-
EBITDA	6.1	(1.3)	5.8	(1.0)
<i>in % of Net Sales</i>	24.2%	n/a	23.3%	n/a
EBIT	4.3	(1.3)	4.2	(1.1)
<i>in % of Net Sales</i>	17.1%	n/a	16.9%	n/a
Net Profit for the period	3.6	2.5	4.2	(0.6)
<i>- per Ordinary Share</i>	<i>Euro</i>	0.18	0.13	0.21
				(0.03)
Backlog	13.8	0.0	14.7	0.0
Employees (full-time equivalent)	183	0	206	3

Rounding differences can occur

1) See note 17 "Alternative Performance Measures (APM)" Pages 23 - 26

Financial Performance

After the sale of exceet Secure Solution GmbH and the planned divestment of GS Swiss PCB AG and Lucom GmbH Elektrokomponenten und Systeme all operating business is disclosed as Discontinued Operations. Continued operations are only related to the Corporate Business, which comprises the holding companies with its administrative costs. exceet is currently evaluating various strategic options with regard to its future.

The financial performance of the Group in H1 2021 was stable compared to prior year, while Q2 2021 outperformed Q1 2020. The Group's business was not impacted by the Corona crisis besides the extended delivery of components and higher prices for some of them. Nevertheless the companies went on with the protection of the production processes by securing the supply chains and keeping inventory at higher levels, but also taking care of the personal safety of employees, customers and suppliers by suspending travelling and face-to-face meetings as well as home office work for certain members of the staff.

In this business environment, exceet achieved sales in Q2 2021 of EUR 12.0 million, up 7.6% versus one year ago and a total of EUR 25.0 million for the first half year 2021, up 0.4% compared to the corresponding period last year (H1 2020: EUR 24.9 million). Excluding the positive foreign exchange impact of minus EUR 0.6 million in the first half of this year, exceet realized organic top line growth on a like-for-like basis of 3.0%. Group EBITDA¹⁾ reached EUR 2,2 million in Q2 2021 (+34.3% versus Q2 2020) and EUR 4.9 million for the entire reporting period (+0.9% versus H1 2020).

The divestment of exceet Secure Solutions GmbH increased the interest result by EUR 3.8 million in the first half year 2021 while FX result decreased by EUR 0.6 million in the first half year. Net profit amounted in the first half year 2021 to EUR 6.2 million from the corresponding period in 2020 with EUR 3.1 million.

Segment Reporting

Healthcare

This segment includes GS Swiss PCB AG only. The segment is focused on the development and production of innovative and highly miniaturized PCBs in close cooperation with its customers for high-end electronic functionalities in healthcare and medtech devices, particularly in hearing aids, cochlear implants and other medtech implants. The hearing aids industry represents a stable growing segment within the healthcare market and offers favorable business conditions for the segment's competence and know-how in miniaturization with strong quality requirements. In many cases, exceet's deliveries of innovative PCB architectures are crucial for the realization of the demanded features by the customers.

The segment realized H1 2021 net sales of EUR 20.2 million (H1 2020: EUR 20.3 million) accounting for 80.9% (H1 2020: 81.4%) of Group net sales. The EBITDA¹⁾ for the first half-year 2021 amounted to EUR 5.7 million (H1 2020: EUR 5.9 million), down 4.0% resulting in an EBITDA margin¹⁾ of 28.1% (H1 2020: 29.2%). Even Q1 2020 was extremely strong in revenue, for the half year period 2021 the business was close to the performance of last year. Strong backlog of EUR 12.8 million (June 30 2020 of EUR 9.6 million) indicates a strong business for the upcoming months, too.

Software [including IoT]

After the sale of exceet Secure Solutions GmbH end of April 2021, this segment only includes Lucom GmbH Elektrokomponenten und Systeme.

In the reporting period between January and June, the segment contributed net sales of EUR 4.8 million (H1 2020: EUR 4.6 million) representing 19.1% (H1 2020: 18.6%) of Group net sales due to the strong performance of Lucom GmbH Elektrokomponenten und Systeme, which over-compensated the effect of the divestment of exceet Secure Solutions GmbH. The EBITDA¹⁾ for this period came from minus EUR 0.1 million in H1 2020 to plus EUR 0.5 million in H1 2021. Based on higher sales by 3.6% compared to last year, the segment could improve its profit performance.

1) See note 17 "Alternative Performance Measures (APM)" Pages 23 - 26

Group Balance Sheet Positions

(in EUR million)	31.06.2021		31.12.2020	
	Discontinued	Continued	Discontinued	Continued
Balance Sheet				
Total Assets	45.1	14.4	46.2	11.0
Cash & Cash equivalents	6.7	13.4	5.8	10.8
Goodwill	7.0	-	7.4	-
Shareholders' equity	-	48.2	-	40.6

As of 30 June 2021, the total assets of exceet Group amounted to EUR 59.5 million, compared to EUR 57.2 million as of 31 December 2020.

The non-current assets amounted to EUR 0.2 million (31.12.2020: EUR 0.1 million) and increased by EUR 0.1 million due to financial investments.

Current assets amounted to EUR 59.3 million, compared to EUR 57.1 million at year-end 2020. The increase of the current assets of EUR 2.2 million includes the increase of the Cash position due to the sales of exceet Secure Solutions GmbH. Assets classified as held for sale amounts to EUR 45.1 million, compared to EUR 46.2 million at year-end 2020. The position includes non-current assets of EUR 25.1 million (31.12.2020: EUR 28.4 million) and current assets of EUR 20.0 million (31.12.2020: EUR 17.9 million).

At the end of the reporting period, exceet Group's equity amounted, to EUR 48.2 million, against EUR 40.6 million as of 31 December 2020. This represents an equity ratio¹⁾ of 81.0% (31.12.2020: 70.9%).

The non-current liabilities include minor amounts and are stable with EUR 0.0 million (31.12.2020: EUR 0.0 million).

The decrease of the current liabilities by EUR 5.3 million to EUR 11.3 million as of 30 June 2021 (31.12.2020: EUR 16.6 million) is due to the discontinued operations. Liabilities directly associated with assets classified as held for sale amounts to EUR 10.2 million (31.12.2020: EUR 15.0 million). The position includes non-current liabilities of EUR 5.3 million (31.12.2020: EUR 7.8 million) and current liabilities of EUR 4.9 million (31.12.2020: EUR 7.2 million).

1) See note 17 "Alternative Performance Measures (APM)" Pages 23 - 26

Cash Development and Net Cash

(in EUR million, cash out in parentheses)	January - June	
	2021	2020
Cash Flow Statement		
Cash Flow from operations	0.5	2.2
Capex (incl. finance lease agreements)	4.0	(2.9)
Free Cash Flow	4.5	(0.7)

As of 30 June 2021, the cash and cash equivalents amounted to EUR 20.0 million (31.12.2020: EUR 16.6 million). The cash position increased by EUR 3.4 million mainly caused by the generated cash out of operating activities of EUR 0.5 million, Cash inflow of capital expenditures of EUR 4.0 million (due to EUR 4.8 million cash inflow from divestment of exceet Secure Solutions GmbH), repayments for financial leases of EUR 0.2 million and an effect of exchange rate valuation of minus EUR 0.8 million.

The H1 2021 operating cash flow of EUR 0.5 million (H1 2020: EUR 2.2 million) consisted of EUR 5.0 million, net out of the operations before changes in net working capital, minus EUR 2.3 million increase of net working capital¹⁾, net tax payments of EUR 2.2 million and interest payments of EUR 0.1 million. The net cash position¹⁾ as of 30 June 2021 amounts to EUR 17.1 million (31.12.2020: net cash¹⁾ EUR 13.6 million).

Employees

As of 30 June 2021, the Group employed 183 full-time equivalents (30.06.2020: 209). 164 (30.06.2020: 154) were employed in Switzerland, 18 (30.06.2020: 54) in Germany and 1 (30.06.2020: 1) in the USA.

Market Environment

Prospects for the world economy have brightened, but this is no ordinary recovery. It is likely to remain uneven and dependent on the effectiveness of vaccination programmes and public health policies. Some countries are recovering much faster than others. Korea and the United States are reaching pre-pandemic per capita income levels after about 18 months. Much of Europe is expected to take nearly 3 years to recover. In Mexico and South Africa, it could take between 3 and 5 years.

Global economic growth is now expected to be 5.8% this year, a sharp upwards revision from the December 2020 Economic Outlook projection of 4.2% for 2021. The vaccines rollout in many of the advanced economies has been driving the improvement, as has the massive fiscal stimulus by the United States. World GDP growth is expected to be 4.4% next year but global income will still be some USD 3 trillion less by end 2022 than was expected before the crisis hit. USD 3 trillion is about the size of the entire French economy.

Countries that have been quick to vaccinate their population against COVID-19 and that are managing to control infections through effective public health strategies are seeing their economies recover more quickly. Job vacancy postings in the United States are picking up, including in sectors such as tourism. But while vaccination rates are progressing well in many advanced economies, poorer and emerging-market countries are being left behind. Unless everyone is protected, no one is protected.

1) See note 17 "Alternative Performance Measures (APM)" Pages 23 - 26

Differences in the strength of economic recovery across countries are being driven by the extent of government support to vulnerable workers and businesses, by a country's dependency on particular sectors such as tourism (Rebuilding tourism for the future), as well as by public health and vaccination policies. Trade is also playing a role. Consumers have been spending less on services and more on goods since the pandemic began. The pick-up in merchandise trade has benefited countries heavily involved in supply chains, particularly pharmaceuticals, medical supplies and IT material.

Opportunities and Risk Report

The statements provided in the Annual Report 2020 on the opportunities and risks of the business model remain unchanged.

Actual Situation (Corona pandemic)

More than a year after the onset of the COVID-19 pandemic, uncertainties about its evolution continue to shape trends in the global economy. Despite the acceleration of the vaccination process, the prospects for a return to normalcy are both uneven and uncertain, however we feel our business is more resistant than other businesses. exceet is following the development of the situation with regular conversations between the management and the business segments and regular reporting to the Supervisory Board to identify, analyse and mitigate any emerging issues.

Significant Events and Actions

There were no events since the balance sheet date on 30 June 2021 that would require adjustment of assets or liabilities or a disclosure.

1) See note 17 "Alternative Performance Measures (APM)" Pages 23 - 26

Outlook

With Share Purchase Agreement dated 29 April 2021, exceet sold the shares in exceet Secure Solution GmbH and deconsolidated the related assets and liabilities. Currently the business comprises the operating entities GS Swiss AB AG und Lucom GmbH Elektrokomponenten und Systeme.

On 17 May 2021 exceet Group SCA announced by adhoc that the Board of Directors of exceet Group SCA resolved to start a large-scale structured sales process with regards to the potential sale of its portfolio company GS Swiss PCB AG. In the financial year 2020, the manufacturer of highly miniaturized printed circuit boards for the medical technology and aerospace sectors based in the Swiss Canton of Schwyz generated revenue of EUR 36 million and an operating profit (EBITDA) of EUR 9.5 million.

On 29 June 2021 exceet Group SCA released an adhoc announcement, that Lucom GmbH Elektrokomponenten und Systeme as only remaining operating entity will be sold, too. Lucom GmbH Elektrokomponenten und Systeme was a former subsidiary of exceet Software Solutions GmbH and for strategic reasons exceet Group SCA decided to sell this business. The company operating in the field of mobile communications and automation and security technology generated revenues of EUR 5.4 million and an operating profit (EBITDA) of EUR 0.7 million in the financial year 2020.

Following the completion of the sale of GS Swiss PCB AG and the sale of Lucom, exceet would no longer hold any operating companies. exceet is currently evaluating various strategic options with regard to its future.

Business environment 2021 will be still driven by COVID-19 pandemic. The management is confident that exceet's business is resistant enough and will not be as negatively impacted. Currently both companies, GS Swiss PCB AG and Lucom GmbH Elektronikkomponenten und Systeme are performing well in this environment. For the first half year and as far as forecasted for the remaining period of 2021 the companies are even performing better as expected at the beginning of 2021.

Not taking into account the potential sale of the both operating entities, for 2021 exceet will miss about EUR 4 million net sales contributed by exceet Secure Solutions GmbH in prior year, but exceet's Management is currently confident for expected sales and for financial performance better than in 2020. Focus to measure the performance is EBITDA, unchanged to prior years.

Grevenmacher, 5 August 2021

exceet Management S.à r.l. in its capacity as General Partner
exceet Group SCA

INTERIM FINANCIAL STATEMENTS

(CONDENSED & CONSOLIDATED)

INTERIM BALANCE SHEET (CONSOLIDATED)

(in EUR 1,000)	Note	30 June 2021	31 December 2020
ASSETS			
Non-current assets			
Tangible assets		0	3
Right-of-use assets		35	56
Other financial investments		212	0
Total non-current assets		247	59
Current assets			
Other current receivables		685	56
Prepaid expenses		120	80
Cash and cash equivalents		13,371	10,785
Assets classified as held for sale		45,111	46,222
Total current assets		59,287	57,143
Total assets		59,534	57,202
EQUITY			
Share capital	8	312	312
Reserves		47,878	40,250
Equity attributable to Shareholders of the parent company		48,190	40,562
Total equity		48,190	40,562
LIABILITIES			
Non-current liabilities			
Lease liabilities	11	18	23
Total non-current liabilities		18	23
Current liabilities			
Other current liabilities		366	58
Accrued expenses		416	324
Current income tax liabilities		250	967
Lease liabilities		18	33
Provisions		68	228
Liabilities directly associated with assets classified as held for sale		10,208	15,007
Total current liabilities		11,326	16,617
Total liabilities		11,344	16,640
Total equity and liabilities		59,534	57,202

The accompanying notes are an integral part of the Interim Financial Statements (condensed & consolidated).

INTERIM INCOME STATEMENT (CONSOLIDATED)

(in EUR 1,000)	Note	3 months		6 months	
		unaudited 01.04. - 30.06.2021	unaudited 01.04. - 30.06.2020	unaudited 01.01. - 30.06.2021	unaudited 01.01. - 30.06.2020
Administrative expenses		(751)	(434)	(1,308)	(1,076)
Operating result (EBIT) ¹⁾		(751)	(434)	(1,308)	(1,076)
<i>EBIT margin</i>		<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Financial income		3,784	1,907	3,974	1,925
Financial expenses		(130)	(288)	(146)	(1,194)
Financial result, net	6	3,654	1,619	3,828	731
Profit/(Loss) before income tax		2,903	1,185	2,520	(345)
Income tax expense		0	(256)	0	(256)
Profit/(Loss) for contined operations		2,903	929	2,520	(601)
<i>Profit/(Loss) margin</i>		<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Profit/(Loss) from discontinued operations		1,783	1,136	3,689	3,684
Profit/(Loss) for the period		4,686	2,065	6,209	3,083
<i>Profit/(Loss) margin</i>		<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
PROFIT/(LOSS) ATTRIBUTABLE TO:					
Shareholders of the parent company		4,686	2,065	6,209	3,083
EARNINGS PER SHARE IN EURO ON TOTAL GROUP BASIS (BASIC = DILUTIVE)					
Class A shares		0.23	0.10	0.31	0.15
Operating result (EBIT)		(751)	(434)	(1,308)	(1,076)
Depreciation and amortization		5	21	28	43
Operating result before depreciation, amortization and impairment charges (EBITDA) ²⁾		(746)	(413)	(1,280)	(1,033)
<i>EBITDA margin</i>		<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>

- 1) Earnings Before Interest and Taxes
2) Earnings Before Interest, Taxes, Depreciation and Amortization

INTERIM STATEMENT OF COMPREHENSIVE INCOME (CONSOLIDATED)

(in EUR 1,000)	3 months		6 months	
	unaudited 01.04. - 30.06.2021	unaudited 01.04. - 30.06.2020	unaudited 01.01. - 30.06.2021	unaudited 01.01. - 30.06.2020
Profit/(Loss) for the period	4,686	2,065	6,209	3,083
Items not to be reclassified to income statement:				
Remeasurements of defined benefit obligation ¹⁾	2,450	51	2,450	(234)
Deferred tax effect on remeasurements of defined benefit obligation	(326)	(6)	(326)	33
Items not to be reclassified to income statement	2,124	45	2,124	(201)
Items to be reclassified to income statement:				
Reclassification of foreign currency translation reserve		(1,305)		(1,305)
Currency translation differences				
Currency translation differences of discontinued operations	207	(589)	(705)	966
Items to be reclassified to income statement	207	(1,894)	(705)	(339)
Total comprehensive income for the period	7,017	216	7,628	2,543
Attributable to:				
Shareholders of the parent company arises from Continuing operations				
Shareholders of the parent company arises from Discontinued operations				
	7,017	216	7,628	2,543

- 1) The liability of the defined benefit obligation was reduced based on the strong performance of the deposit

INTERIM STATEMENT OF CASH FLOWS (CONSOLIDATED)

(in EUR 1,000)	unaudited 01.01. - 30.06.2021	unaudited 01.01. - 30.06.2020
Profit before income tax	6,862	3,781
Amortization on intangible assets	355	431
Depreciation on tangible assets	1,110	809
Depreciation on right-of-use assets	342	436
Losses on disposal of assets	0	(3)
Change of provisions	(156)	(67)
Adjustments to retirement benefit obligations/prepaid costs	180	214
Financial expenses	(3,545)	38
Other non-cash expenses	(150)	(1,006)
Operating net cash before changes in net working capital	4,998	4,633
Changes to net working capital		
- inventories	(234)	(681)
- receivables	(2,457)	(396)
- accrued income and contract assets	(626)	(1,276)
- liabilities	2,109	627
- accrued expenses and contract liabilities	(1,084)	337
Tax paid	(2,129)	(972)
Interest received	0	2
Interest paid	(89)	(52)
Cashflows from operating activities ¹⁾	488	2,222
Divestment of subsidiaries	4,828	0
Purchase of tangible assets	(801)	(2,926)
Sale of tangible assets	0	29
Purchase of intangible assets	(33)	(6)
Cashflows from investing activities	3,994	(2,903)
Special distribution	0	(35,129)
Payments of lease liabilities	(183)	(426)
Cashflows from financing activities	(183)	(35,555)
Net changes in cash and cash equivalents	4,299	(36,236)
Cash and cash equivalents at the beginning of the period	16,570	51,476
Net changes in cash and cash equivalents	4,299	(36,236)
Effect of exchange rate gains	(829)	480
Cash and cash equivalents at the end of the period	20,040	15,720

1) Free cash flow amounts to EUR 4.482 (H1 2020: minus EUR 681) based on cash flow from operations of EUR 488 and net capital expenditure of EUR 3.994.

INTERIM STATEMENT OF CHANGES IN EQUITY (CONSOLIDATED)

(in EUR 1,000)	Issued and paid-in share capital	Capital reserves	Treasury shares	Retained earnings	Foreign currency transl. diff.	Total shareholders of the parent company
BALANCES AT 1 JANUARY 2021	312	0	0	14,491	25,759	40,562
Profit for the period				6,209		6,209
Other comprehensive income:						
Remeasurements of defined benefit obligations ¹⁾				2,450		2,450
Deferred tax effect on remeasurements				(326)		(326)
Recycling of currency translation difference to the P&L						0
Currency translation differences					(705)	(705)
Total other comprehensive income for the period	0	0	0	2,124	(705)	1,419
Total comprehensive income for the period	0	0	0	8,333	(705)	7,628
Special distribution						0
Reclassification treasury shares reserve to retained earnings						0
Total other equity effects	0	0	0	0	0	0
BALANCES AT 30 JUNE 2021	312	0	0	22,824	25,054	48,190
BALANCES AT 1 JANUARY 2020	312	5,264	(4,525)	46,010	26,576	73,637
Profit for the period				3,083		3,083
Other comprehensive income:						
Remeasurements of defined benefit obligations				(234)		(234)
Deferred tax effect on remeasurements				33		33
Recycling of currency translation difference to the P&L					(1,305)	(1,305)
Currency translation differences					966	966
Total other comprehensive income for the period	0	0	0	(201)	(339)	(540)
Total comprehensive income for the period	0	0	0	2,882	(339)	2,543
Special distribution		(5,264)		(29,865)		(35,129)
Reclassification treasury shares reserve to retained earnings			4,525	(4,525)		0
Total other equity effects	0	(5,264)	4,525	(34,390)	0	(35,129)
BALANCES AT 30 JUNE 2020	312	0	0	14,502	26,237	41,051

1) The liability of the defined benefit obligation was reduced based on the strong performance of the deposit

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONDENSED & CONSOLIDATED)

1 General information

exceet Group SCA (hereafter the “Company”) is a company existing as a “Société en Commandite par Actions” under the law of Luxembourg and listed on the regulated market of the Frankfurt Stock Exchange (WKN: A0YF5P / ISIN: LU0472835155) in the Prime Standard segment. The Company’s purpose is to pursue an opportunistic investment approach without a defined investment strategy. The registered office is at 17, rue de Flaxweiler, L-6776 Grevenmacher.

The consolidated exceet Group SCA (“Group” or “exceet”) consists of a portfolio of technology companies, which are specialized in the development and production of complex electronics for small and mid-sized volumes and software. The Group companies provide highly sophisticated solutions and distinguish themselves through their technical skill set with strong positions in the healthcare and industrial markets. They are situated in six locations in Switzerland, Germany, Luxembourg and the USA. All companies consolidated into the Group are disclosed in note 16 “List of consolidated subsidiaries of exceet Group SCA”.

This condensed consolidated interim financial statement is unaudited, was not subject of an audit review and was approved for issue by the management of exceet Management S.à r.l. in its capacity as the General Partner of exceet Group SCA, on 5 August 2021.

2 Adoption of new and revised accounting standards

The interim condensed consolidated financial statements have been prepared on the basis of the accounting policies, significant judgments, key assumptions and estimates as described on pages 37 to 47 of the exceet Group consolidated financial statements 2020.

New and amended standards adopted by the Group

The following standards and amendments, issued by the International Accounting Standards Board (‘IASB’) and the IFRS Interpretations Committee and as adopted by the European Union (EU), are effective for the first time in the current financial year and have been adopted by the Group.

- | | | | |
|---|--------------------------|-------------|---|
| □ | IFRS 4 | (Amendment) | “Insurance contracts – deferral of IFRS 9” – IASB and EU effective date: 1 January 2021 |
| □ | IFRS 7/ IFRS 9/
IAS39 | (Amendment) | “Interest Rate Benchmark Reform – Phase 2” – IASB and EU effective date: 1 January 2021 |

The amendments did not have any impact on the consolidated interim financial statements.

New standards, amendments and interpretations not yet adopted by the Group

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2020 and have not been applied in preparing these interim condensed consolidated financial statements.

- | | | |
|---|---|---|
| □ | Annual improvement cycle
2018 - 2020 | Including smaller amendments to IFRS 3, IAS 16, IAS 37
IASB effective date: 1 January 2022 – EU endorsement outstanding |
| □ | IAS 1 (Amendment) | “Classification of liabilities as current or Non-current” –
IASB effective date: 1 January 2023 – EU endorsement outstanding |
| □ | IFRS 17 (new) | “Insurance Contracts” –
IASB effective date: 1 January 2023 – EU endorsement outstanding |
| □ | IAS 1 (Amendment) | “Disclosure of Accounting policies” –
IASB and EU effective date: 1 January 2023 |
| □ | IAS 8 (Amendment) | “Definition of Accounting Estimates” –
IASB and EU effective date: 1 January 2023 |

The Group is in the process of assessing the potential impacts of the above new standards and amendments to the existing standards and intends to adopt them not later than the effective endorsement date by the EU.

There are no other IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Financial Statements of the Group.

3 Basis of preparation

The interim condensed consolidated financial statements for the six months ended 30 June 2021 have been prepared in accordance with IAS 34, “Interim financial reporting”.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements for the year ended 31 December 2020, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

All figures presented should be read as in EUR 1,000, if not presented otherwise.

Use of estimates and judgments

The preparation of the interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2020.

The following exchange rates were relevant to the interim financial report as of 30 June 2021:

	30 June 2021	Average 01.01. - 30.06.2021	31 December 2020	30 June 2020	Average 01.01. - 30.06.2020
1 CHF	0.91	0.91	0.93	0.94	0.94
1 USD	0.82	0.83	0.81	0.89	0.91

Taxes on income in the interim periods are accrued using the local tax rate that would be applicable to expected total annual profit or loss.

Consolidated statement of comprehensive income

The interim consolidated statement of comprehensive income was prepared based on an accruals basis. The consolidated statement of comprehensive income has been presented by using the “cost of sales” method.

Seasonality

Revenues and costs are not influenced by seasonal effects, but are impacted by the economic environment in the markets the Group is operating in.

4 Financial risk management and financial instruments

Financial risk factors

The Group’s activities expose it to a variety of financial risks: market risks (including currency risk, fair value interest rate risk, cash flow interest rate risk, price risk), credit risk and liquidity risk.

The interim condensed financial statements do not include all financial risk management information and disclosures required in the annual financial statements. They should be read in conjunction with the Group’s consolidated financial statements for 2020. There have been no changes in any risk management policies since the year-end, besides a stronger focus on potential risks related to the current Corona pandemic.

As per 30 June 2021, the Group has no assets or liabilities at fair value.

5 Segment information

The Group has two main business segments, Healthcare and Software (incl. IoT), representing different business activities. The segments are reported in a manner that is consistent with the internal reporting provided to the Group’s Chief Operating Decision Maker – the Management of the General Partner (exceet Management S.à r.l.). In addition, the Group has a third segment “Corporate and others” for reporting purposes, which only includes the investment companies. The Group primarily uses a measure of adjusted earnings before interest, tax, depreciation and amortization (EBITDA) to assess the performance of the segments. Furthermore, the internal reporting consists of information about the segments revenue and assets on a monthly basis. Segment assets and liabilities are measured in the same way as in the consolidated financial statements and are allocated to the relevant segment based on the underlying entities or their physical location.

In 2021 exceet started a structured sales process of all operating activities, which are the substantial part of the Group. As a consequence, the Group’s IFRS segments Healthcare and Software (incl. IoT) are now presented as Discontinued Operations under IFRS 5.

Segments Healthcare and Software [incl. IoT]

The discontinued operations consist of the sold exceet Secure Solutions GmbH until end of April 2021 and the GS Swiss PCB AG, exceet USA (Inc.) and Lucom GmbH Elektrokomponenten und Systeme, which both are on a structured sales process, representing different business activities.

Corporate

Corporate consists of the three holding companies exceet Group SCA, exceet Holding S.a.r.l. and exceet Group AG for reporting purposes, which only includes the investment companies.

The segment information for the first half-year 2021 and a reconciliation of EBIT to profit/(loss) for the period is provided as follows:

Income statement and capital expenditure by segment

01.01. - 30.06.2021 (in EUR 1,000)	Healthcare	Software (incl. IoT)	Corporate	Eliminations	Total Group
Revenue from sale of electronic components ¹⁾	20,160	3,910	0		24,070
Revenue from sale of services ²⁾	40	871	0		911
External revenue	20,200	4,781	0		24,981
Inter-segment revenue	0	0	0		0
Total revenue	20,200	4,781	0	0	24,981
EBITDA	5,681	463	(1,280)	0	4,864
<i>EBITDA Margin</i>	<i>28.1%</i>	<i>9.7%</i>			<i>19.5%</i>
Depreciation and amortization	(1,422)	(357)	(28)		(1,807)
EBIT	4,259	106	(1,308)	0	3,057
<i>EBIT Margin</i>	<i>21.1%</i>	<i>2.2%</i>			<i>12.2%</i>
Financial income	136	0	3,974	(212)	3,898
Financial expenses	(119)	(40)	(146)	212	(93)
Financial result, net	17	(40)	3,828	0	3,805
Profit/(Loss) before income tax	4,276	66	2,520	0	6,862
Income tax	(570)	(83)	0		(653)
Profit/(Loss) for the period	3,706	(17)	2,520	0	6,209
Capital expenditure tangible assets	786	15	0		801
Capital expenditure intangible assets	24	9	0		33
Depreciation tangible assets	(1,073)	(33)	(4)		(1,110)
Depreciation right-of-use assets	(228)	(90)	(24)		(342)
Amortization intangible assets	(121)	(234)	0		(355)

1) Revenue is recognized at a point in time

2) Revenue is recognized overtime

01.01. - 30.06.2020 (in EUR 1,000)	Healthcare	Software (incl. IoT)	Corporate	Eliminations	Total Group
Revenue from sale of electronic components ¹⁾	20,207	3,264	0		23,471
Revenue from sale of services ²⁾	50	1,352	0		1,402
External revenue	20,257	4,616	0		24,873
Inter-segment revenue	0	0	0		0
Total revenue	20,257	4,616	0	0	24,873
EBITDA	5,917	(64)	(1,033)	0	4,820
<i>EBITDA Margin</i>	<i>29.2%</i>	<i>(1.4%)</i>			<i>19.4%</i>
Depreciation and amortization	(1,171)	(462)	(43)		(1,676)
EBIT	4,746	(526)	(1,076)	0	3,144
<i>EBIT Margin</i>	<i>23.4%</i>	<i>(11.4%)</i>			<i>12.6%</i>
Financial income	94	0	1,929	(34)	1,989
Financial expenses	(130)	(62)	(1,194)	34	(1,352)
Financial result, net	(36)	(62)	735	0	637
Profit/(Loss) before income tax	4,710	(588)	(341)	0	3,781
Income tax	(624)	182	(256)		(698)
Profit/(Loss) for the period	4,086	(406)	(597)	0	3,083
Capital expenditure tangible assets	2,889	12	25		2,926
Capital expenditure intangible assets	0	6	0		6
Depreciation tangible assets	(767)	(39)	(3)		(809)
Depreciation right-of-use assets	(273)	(123)	(40)		(436)
Amortization intangible assets	(131)	(300)	0		(431)

1) Revenue is recognized at a point in time

2) Revenue is recognized overtime

Assets and liabilities by segment

(in EUR 1,000)	Healthcare	Software (incl. IoT)	Corporate and others	Total Group
BALANCES AT 30 June 2021 (UNAUDITED)				
Tangible assets	15,855	8	0	15,863
Right-of-use assets	1,132	82	35	1,249
Intangible assets	4,801	3,245	0	8,046
Other non-current assets	0	0	212	212
Non-current assets	21,788	3,335	247	25,370
Current assets	18,765	1,223	14,176	34,164
Liabilities	8,771	1,437	1,136	11,344
BALANCES AT 31 DECEMBER 2020 (AUDITED)				
Tangible assets	16,407	136	3	16,546
Right-of-use assets	982	722	56	1,760
Intangible assets	4,980	4,483	0	9,463
Other non-current assets	331	312	0	643
Non-current assets	22,700	5,653	59	28,412
Current assets	15,222	2,647	10,923	28,792
Liabilities	11,860	3,147	1,633	16,640

6 Financial result

The financial result of EUR 3.828 (H1 2020: EUR 731) includes mainly the sale of eSS of EUR 3.605 and exchange rate effects in the first half year 2021, compared with exchange rate effects in corresponding period last year.

7 Development costs

The position “cost of sales” in the consolidated income statement includes development costs in the amount of EUR 310 (H1 2020: EUR 405; full year 2020: EUR 801). Development costs are mainly related to development projects for customers as well to products, process development and optimizations for the production.

8 Equity

Development of the share capital:

	Euro
Balance at 1 January 2021	311,960.18
Issuance of Unlimited Share - EGM 23 January 2020	
Balance at 30 June 2021	311,960.18
Balance at 1 January 2020	311,960.16
Balance at 31 December 2020	311,960.18

The number of shares are as follows:

	Total Shares	Unlimited Shares	Ordinary Shares
Number of shares issued as at 30 June 2021	20,073,696	1	20,073,695
Number of shares issued as at 1 January 2020	20,523,695		20,523,695
Number of shares issued as at 31 December 2020	20,073,696	1	20,073,695

The Company’s share capital amounts to Euro 311,960.18, represented by 20,073,695 Ordinary Shares and one Unlimited Share with no par value. The Ordinary Shares are listed on the Frankfurt stock exchange.

9 Earnings per share

Earnings per share (EPS) is calculated by dividing the profit attributable to the ordinary shareholders of the parent company by the weighted average number of ordinary shares outstanding during the period excluding ordinary shares purchased by the Company and held as Treasury Shares.

Basic earnings per share

The calculation of basic EPS at 30 June 2021 is based on the profit attributable to the owners of the parent of EUR 6,209 for six months 2021 (H1 2020: EUR 3,083) and the weighted average number of Ordinary Shares outstanding of 20,073,695. For the same period in the previous year the notional weighted average numbers of Ordinary Shares outstanding were 20,073,695 Class A Shares.

		unaudited 01.01. - 30.06.2021	unaudited 01.01. - 30.06.2020
Profit for the year (EUR 1,000) attributable to equity holders of the Company	Ordinary Shares	6,209	3,083
Weighted average number of ordinary shares outstanding	Ordinary Shares	20,073,695	20,073,695
Basic earnings per share (Euro/share)	Ordinary Shares	0.31	0.15

Dilutive earnings per share

Diluted EPS are calculated by increasing the average number of shares outstanding by the total number of potential shares arising from potential option rights. As per 30 June 2021 the Group has no option rights outstanding, therefore no dilutive impact on the EPS is possible.

10 Dividends

The ordinary annual shareholder meeting held on 24 June 2021 did not decide about dividend distribution.

11 Borrowings

(in EUR 1,000)	unaudited 30 June 2021	audited 31 December 2020
NON-CURRENT		
Bank borrowings	2,914	2,962
Finance lease liabilities	18	23
Total non-current borrowings	2,932	2,985
CURRENT		
Finance lease liabilities	18	33
Total current borrowings	18	33
Total borrowings	2,950	3,018

12 Retirement benefit obligation

For the six months of 2021 there were EUR 1.694 increase from return on plan assets (H1 2020: minus EUR 273) and EUR minus 4 (H1 2020: EUR 39) arising from experience. Measurements of the defined benefit obligation arising from changes in economic assumptions (discount rates) amounted to EUR 760 (H1 2020: EUR 0). All these changes are related to discontinued operations.

13 Ultimate controlling parties and related-party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The Group had charges for consultancy from related parties in the first six months of 2021 in the amount of EUR 295 (H1 2020: EUR 141).

14 Discontinued Operations

The assets and liabilities of the discontinued operations classified as held for sale are measured at the lower of their carrying value and fair value less cost to sell and are presented separately in the balance sheet. Fair value less cost to sell has been determined based on the valuation of the expected business performance and the expected sales proceed from a third party buyer. This is a level 3 fair value measurement.

14.1 Divestment of Subsidiaries

(in EUR 1,000)	01.01. - 30.06.2021	01.01. - 30.06.2020	Date of deconsolidation
CASH FLOW FROM DIVESTMENT, NET OF CASH DISPOSED			
Cash inflow on divestment of exceet electronics activities	4,912		30.04.2021
Total	4,912	0	
TRANSACTION COSTS DIRECTLY RECOGNIZED IN THE INCOME STATEMENT UNDER DISCONTINUED OPERATIONS			
exceet electronics activities divestment	370		
Total	370	0	

The Group signed on 29 April 2021 a contract to sell exceet Secure Solution GmbH. This transaction was completed on 30 April 2021. The final sale price was EUR 4.9 million.

With the completion of the transaction and taking into account the business development until the closing date the carrying value of exceet Secure Solution GmbH amounted finally to EUR 1,3 million, resulting in a gain of disposal of EUR 3.8 million before transaction costs of EUR 0.4 million.

The financial information relating for the period to the date of disposal is set below.

(in EUR 1,000)	
DISPOSAL CONSIDERATION	
Consideration received	4,912
Carrying amount of net assets disposed	(1,307)
Gain on Disposal before reclassification of foreign currency translation reserve	3,605
Reclassification of foreign currency translation reserve	156
Gain on Disposal	3,761

The carrying amount of assets and liabilities as at the date of sale (30 April 2021) were:

(in EUR 1,000)	
CARRYING VALUE	
Cash and cash equivalents	237
Tangible assets	663
Intangible assets	1,013
Inventory	9
Trade receivables (including allowance)	259
Other receivables (current & non-current)	285
Accrued income and deferred expenses	1,739
Trade payables	(181)
Other liabilities (current & non-current)	(1,208)
Borrowings (current & non-current)	0
Accrued expenses and deferred income	(1,509)
Retirement benefit obligation	0
Provisions	0
Current income tax liability	0
Net assets disposed	1,307

(in EUR 1,000)	
Consideration settled in cash	4,912
Cash and cash equivalents in subsidiaries disposed	(237)
Cash inflow on divestment, net of cash	4,675

14.2 Discontinued Operations held for Sale

GS Swiss PCB AG

On 17 May 2021 the Group announced to start a structured sales process on GS Swiss PCB AG and its subsidiary exceet USA. Inc.

The assets and liabilities as of 30 June 2021 of this entity have therefore been classified as held for sale and are presented in the table regarding Discontinued Operations below. The financial performance of the entity for the first six months of 2021 and 2020 is also presented below in the table regarding Discontinued Operations.

Lucom GmbH Elektrokomponenten und Systeme

On 29 June 2021 the Group announced to start a structured sales process on Lucom GmbH Elektrokomponenten und Systeme.

The assets and liabilities as of 30 June 2021 of this entity have therefore been classified as held for sale and are presented in the table regarding Discontinued Operations below. The financial performance of the entity for the first six months of 2021 and 2020 is also presented below in the table regarding Discontinued Operations.

At 30 June 2021 the following assets and liabilities have been classified as held for sale for the discontinued operations.

	GS Swiss PCB AG	Lucom GmbH Elektrokomponenten und Systeme	30 Juni 2021	GS Swiss PCB AG	Lucom GmbH Elektrokomponenten und Systeme	31 December 2020
(in EUR 1,000)						
Assets classified as held for sale						
Tangible assets	16,987	90	17,077	17,389	121	17,510
Intangible assets	4,801	3,245	8,046	4,980	3,383	8,363
Deferred tax assets	0	0	0	0	0	0
Other non-current receivables	0	0	0	0	0	0
Inventories	4,541	596	5,137	4,582	326	4,908
Trade receivables, net	5,604	324	5,928	3,851	348	4,199
Other current receivables	237	25	262	311	22	333
Current income tax receivables	0	0	0	0	0	0
Accrued income and prepaid expenses	2,000	28	2,028	1,438	19	1,457
Cash and cash equivalents	6,350	250	6,600	4,981	478	5,459
Total assets classified as held for sale	40,520	4,558	45,078	37,532	4,697	42,229
Liabilities directly associated with assets classified as held for sale						
Borrowings	2,914	0	2,914	3,018	0	3,018
Retirement benefit obligations	1,265	0	1,265	3,583	0	3,583
Provisions for other liabilities and charges	195	104	299	198	103	301
Other non-current liabilities	447	419	866	1,310	327	1,637
Trade payables	1,313	397	1,710	1,306	624	1,930
Other current liabilities	859	398	1,257	383	289	672
Accrued expenses and deferred income	1,793	119	1,912	1,715	76	1,791
Current income tax liabilities	0	0	0	0	0	0
Total liabilities directly associated with assets classified as held for sale	8,786	1,437	10,223	11,513	1,419	12,932

The financial performance of the discontinued operations for the first six months of 2021 and 2020 is as follows:

6 months
01.01. - 30.06.2021

(in EUR 1,000)	Lucom GmbH Elektrokompon enten und Systeme				Discontinued Operations
	exceet Secure Solution GmbH	GS Swiss PCB AG		Eliminations	
FINANCIAL PERFORMANCE					
External revenue	1,229	20,200	3,552		24,981
Expenses	(1,560)	(15,928)	(3,255)		(20,743)
Profit/ (Loss) before income tax	(331)	4,272	297		4,238
Income tax	9	(569)	(92)		(652)
Profit / (Loss) from discontinued operations	(322)	3,703	205		3,586
Profit/ (Loss) on Disposal of discontinued operations					0
Profit/ (Loss) from discontinued operations	(322)	3,703	205		3,586
Remeasurement of defined benefit obligation (net of tax)		2,124			2,124
Currency translation differences		(705)			(705)
Comprehensive income from discontinued operations	(322)	5,122	205		5,005
PROFIT/(LOSS) ATTRIBUTABLE TO:					
Shareholders of the parent company					3,586
EARNINGS PER SHARE IN EURO FROM DISCONTINUED OPERATIONS (BASIC = DILUTIVE)					
Class A shares					0.18
CASH FLOW INFORMATION					
Net Cash inflow / (outflow) from operating activities	(537)	2,321	175		1,959
Net Cash inflow / (outflow) from investing activities	6,481	(810)	(8)		5,663
Net Cash inflow / (outflow) from financing activities	(5,942)	(56)	(395)		(6,393)
Net increase / (decrease) in cash generated by discontinued operations	2	1,455	(228)		1,229

1) Financial performance for exceet Secure Solution GmbH until 30 April 2021

6 months
01.01. - 30.06.2020

(in EUR 1,000)	Lucom GmbH Elektrokompon enten und Systeme				Discontinued Operations
	exceet Secure Solution GmbH	GS Swiss PCB AG		Eliminations	
FINANCIAL PERFORMANCE					
External revenue	2,070	20,257	2,546		24,873
Expenses	(2,798)	(15,549)	(2,406)		(20,753)
Profit/ (Loss) before income tax	(728)	4,708	140		4,120
Income tax	225	(624)	(43)		(442)
Profit / (Loss) from discontinued operations	(503)	4,084	97		3,678
Profit/ (Loss) on Disposal of discontinued operations					
Profit/ (Loss) from discontinued operations	(503)	4,084	97		3,678
Remeasurement of defined benefit obligation (net of tax)		(201)			(201)
Reclassification of foreign currency translation reserve		(1,305)			(1,305)
Currency translation differences		966			966
Comprehensive income from discontinued operations	(503)	3,544	97		3,138
PROFIT/(LOSS) ATTRIBUTABLE TO:					
Shareholders of the parent company					3,678
EARNINGS PER SHARE IN EURO FROM DISCONTINUED OPERATIONS (BASIC = DILUTIVE)					
Class A shares					0.18
CASH FLOW INFORMATION					
Net Cash inflow / (outflow) from operating activities	229	3,420	541		4,190
Net Cash inflow / (outflow) from investing activities	(17)	(2,877)	(1)		(2,895)
Net Cash inflow / (outflow) from financing activities	98	(261)	(226)		(389)
Net increase / (decrease) in cash generated by discontinued operations	310	282	314		906

15 Events occurring after the reporting period

There were no events since the balance sheet date on 30 June 2021 that would require adjustment of assets or liabilities or a disclosure.

16 List of consolidated subsidiaries of exceet Group SCA

Company	Country	Year of acquisition ¹⁾	Segment	Activity	Share Capital	Share in the capital	Share of the votes
CONTINUED OPERATIONS							
exceet Holding Sarl.	LUX	2011	Corporate	Holding	EUR 30,000	100%	100%
exceet Group AG	SU	2006	Corporate	Holding & Services	CHF 25,528,040	100%	100%
DISCONTINUED OPERATIONS							
GS Swiss PCB AG	SU	2006	Discontinued	Manufacturing & Sales	CHF 1,350,000	100%	100%
exceet USA, Inc. ²⁾	USA	2015	Discontinued	Sales	USD 10	100%	100%
Lucom GmbH Elektrokomponenten und Systeme ³⁾	GER	2014	Discontinued	Development & Services	EUR 26,000	100%	100%
exceet Secure Solutions GmbH ⁴⁾	GER	2011	Discontinued	Development & Sales	EUR 1,000,000	100%	100%

1) Year of acquisition refers to exceet Group AG point of view

2) GS Swiss PCB AG holds 100% of the share capital of exceet USA, Inc.

3) exceet Group SCA holds 100% of the share capital of Lucom GmbH Elektrokomponenten und Systeme

4) exceet Secure Solutions GmbH has been divested as of 29.04.2021

17 Alternative Performance Measures

17.1 EBITDA

Earnings before interest, taxes, depreciation and amortization (EBITDA) is calculated as operating result (EBIT) plus depreciation and amortization. EBITDA is an indicator of the operating profitability of the Group.

Total Group Basis

(in EUR 1,000)	H1 2021	H1 2020
Operating result (EBIT)	3,057	3,144
Depreciation on tangible assets	1,110	809
Depreciation on right-of-use assets	342	436
Amortization on intangible assets	355	431
EBITDA	4,864	4,820

Continued operations

(in EUR 1,000)	H1 2021	H1 2020
Operating result (EBIT)	(1,308)	(1,072)
Depreciation tangible assets	4	3
Amortisation intangible assets	24	40
Impairment intangible assets (incl. Goodwill)	0	0
EBITDA continued operations	(1,280)	(1,029)

Discontinued operations

(in EUR 1,000)	H1 2021	H1 2020
EBITDA Total Group Basis	4,864	4,820
EBITDA continued operations	(1,280)	(1,029)
EBITDA discontinued operations	6,144	5,849

17.2 EBITDA MARGIN

EBITDA Margin represents EBITDA in % of net sales. EBITDA Margin is used as a normalized indicator of the operating profitability of the Group, comparable between different periods.

Total Group Basis

(in EUR 1,000)	H1 2021	H1 2020
Revenue	24,981	24,873
EBITDA	4,864	4,820
EBITDA Margin	19.5%	19.4%

Continued operations

(in EUR 1,000)	H1 2021	H1 2020
Revenue	0	0
EBITDA	(1,280)	(1,033)
EBITDA Margin continued operations	n/a	n/a

Discontinued operations

(in EUR 1,000)	H1 2021	H1 2020
Revenue	24,981	24,873
EBITDA	6,144	5,853
EBITDA Margin discontinued operations	24.6%	23.5%

17.3 FX ADJUSTED GROWTH RATE

FX adjusted growth is the growth rate calculated excluding impact from changes in exchange rates during the reporting period. The FX adjusted Growth Rate aims at evaluating the performance of the Group without considering currency fluctuations. The FX adjusted Growth Rate replaces the organic growth rate, as the Group has no current acquisitions.

(in EUR 1,000)	H1 2021	H1 2020
Revenue	24,981	24,873
Impact of the exchange rates on revenues	(648)	995
Revenue for organic growth calculation	25,629	23,878
Prior year comparable revenue	24,873	22,439
FX adjusted Growth Rate	3.0%	6.4%

17.4 ORDER BACKLOG

Order Backlog shows the total of all not yet delivered customer orders at revenue value as at balance sheet date, to help to assess future revenue development.

(in EUR 1,000)	2021	2020	Reference
Order Backlog as per 30 June	13,849	14,651	

17.5 BOOK-TO-BILL RATIO

Twelve months rolling Book-to-Bill Ratio is the ratio of orders received over the last twelve months to net sales over the last twelve months, to support the analysis of potential future growth.

(in EUR 1,000)	30 June 2021	30 June 2020	Reference
Revenue	24,981	24,873	
Orderbacklog 30 June (prior year)	14,651	11,127	
Revenue (last 12 months)	45,753	46,091	Revenue from 01.07. until 30.06.
Orderbacklog prior year adjustment/FX effects	2,541	(5,049)	
Orderbacklog 30 June (reporting year)	13,849	14,651	Note 17.4
Orders received during the period	47,492	44,566	
Book-to-Bill Ratio	1.04	0.97	

17.6 OPERATING NET WORKING CAPITAL

Operating Net Working Capital is defined as the sum of inventories plus trade receivables minus trade payables. This value allows to assess the capital requirement of the Group.

(in EUR 1,000)	30 June 2021	31 December 2020	Reference
Inventories	5,136	4,909	
Trade receivables	5,885	4,370	
Trade payables	(1,676)	(1,681)	
Operating Net Working Capital	9,345	7,598	

17.7 NET CASH

Net Cash is calculated as financial debt adjusted for cash and cash equivalents to assist in presenting the Group's financial capacities at balance sheet date.

(in EUR 1,000)	30 June 2021	31 December 2020	Reference
Bank borrowings (current and non-current)	2,914	2,962	Note 11
Finance lease (current and non-current)	36	56	Note 11
Total borrowings (current and non-current)	2,950	3,018	
Less: cash and cash equivalents	(20,040)	(16,570)	
Net (Cash)/Debt	(17,090)	(13,552)	

17.8 EQUITY RATIO

Equity Ratio is calculated as the ratio of total equity to total assets, representing the Group's financial leverage and stability.

(in EUR 1,000)	30 June 2021	31 December 2020	Reference
Total Assets	59,534	57,202	Consolidated Balance Sheet
Total Equity	48,190	40,562	Consolidated Balance Sheet
Equity Ratio	80.9%	70.9%	

17.9 FREE CASH FLOW

Free cash flow is based on cash flow from operations minus net capital expenditure (adjusted for finance lease). This performance indicator represents the cash being generated by the Group after necessary capital expenditures to maintain and expand its asset base.

(in EUR 1,000)	30 June 2021	30 June 2020	Reference
Cash flow from operating activities	488	2,222	Consolidated Cash Flow
Net capital expenditures ¹⁾	3,994	(2,903)	Consolidated Cash Flow
Free cash flow	4,482	(681)	

1) Including cash from disposal of assets EUR 0 (H1 2020: EUR 29)

18 Responsibility statement

In accordance with article 4(2) of the Luxembourg law of 11 January 2008 relative aux obligations de transparence concernant l'information sur les émetteurs dont les valeurs mobilières sont admises à la négociation sur un marché réglementé (the "Transparency Law") the undersigned confirm that to the best of their knowledge, the condensed set of financial statements covering the six months period ended 30 June 2021, which has been prepared in accordance with the applicable set of the accounting standard IFRS as adopted by the EU, gives a true and fair view of the assets, liabilities, financial position and profit and loss of the Company and the undertakings included in the consolidation taken as a whole as required under article 4(3) of the Transparency Law.

Furthermore, the undersigned confirm that to the best of their knowledge, the interim management report covering the six months period ended 30 June 2021 includes a fair review of important events that have occurred during the first six month of the current financial year, and their impact on the condensed set of financial statements, together with a description of the principal risks and uncertainties for the remaining six months of the current financial year.

Grevenmacher, 5 August 2021

exceet Management S.à r.l. in its capacity as General Partner
exceet Group SCA