

INTERIM
REPORT
HALF-YEAR

2022



This report is available in German and English. Both versions can also be found online on our corporate website www.r-stahl.com under [Corporate/Investor Relations/Financial Reports](#). It contains forward-looking statements based on assumptions and estimates of R. STAHL's management. Although we assume that the expectations of these forward-looking statements are realistic, we cannot guarantee that these expectations will prove to be correct. The assumptions may involve risks and uncertainties that could cause the actual results to differ materially from the forward-looking statements. Factors that may cause such discrepancies include: changes in the macroeconomic and business environment, exchange rate and interest rate fluctuations the roll-out of competing products, a lack of acceptance of new products or services, and changes in business strategy. R. STAHL does not plan to update these forward-looking statements nor does it accept any obligation to do so.

Alternative performance indicators

The alternative performance indicators *EBITDA pre exceptionals* and *EBITDA margin pre exceptionals* that are used in this report are not defined by international accounting standards. R. STAHL uses these indicators to improve the comparability of its business performance over time. *EBITDA pre exceptionals* is derived from earnings before interest, taxes, depreciation and amortization (EBITDA) less adjustments classified as exceptionals (restructuring charges, non-scheduled depreciation and amortization, charges for design and implementation of IT-projects, M&A costs as well as profit and loss from the disposal of non-current assets no longer required for business operations). *EBITDA margin pre exceptionals* describes *EBITDA pre exceptionals* in percentage of sales.

Rounding differences and rates of change

Percentages and figures in this report may include rounding differences. The signs used to indicate rates of change are based on mathematical aspects: improvements are indicated by a plus "+" sign, deteriorations by a "-" sign. Rates of change > +100% are shown as >+100%, rates of change < -100% as "n/a" (not applicable).

KEY FIGURES

in € million	Q2 2022	Q2 2021	Change in %	6M 2022	6M 2021	Change in %
Sales	67.7	64.5	+4.9	128.7	122.7	+4.9
Germany	17.8	16.4	+8.7	34.7	31.0	+11.9
Central region ¹⁾	29.1	28.4	+2.2	57.3	56.7	+1.1
Americas	8.5	5.3	+61.9	14.9	10.1	+48.6
Asia/Pacific	12.3	14.4	-14.9	21.8	25.0	-12.8
EBITDA pre exceptionals ²⁾	3.9	4.5	-13.5	7.0	7.2	-3.2
EBITDA margin pre exceptionals ²⁾	5.8%	7.0%		5.4%	5.9%	
EBITDA	3.5	4.0	-11.8	6.4	6.6	-2.5
EBIT	-0.6	-0.2	n/a	-1.8	-1.7	-3.9
Net profit	-0.9	-1.2	+27.8	-6.3	-3.7	-69.1
Earnings per share (in €)	-0.13	-0.19	+31.6	-0.97	-0.58	-67.2
Order intake	76.9	65.2	+17.8	152.0	129.2	+17.7
Order backlog as of 30 June				95.1	67.9	+40.1
Cash flow from operating activities	8.4	3.6	>+100	1.3	2.2	-44.2
Depreciation and amortization	4.1	4.2	-0.9	-0.9	8.3	-1.2
Capital expenditures	3.1	3.5	-11.0	6.6	6.7	-0.9
				30 June 2022	31 Dec. 2021	Change in %
Balance sheet total				259.7	246.0	+5.6
Equity				61.0	49.8	+22.6
Equity ratio				23.5%	20.2%	
Net financial debt ³⁾				23.2	18.3	+27.1
Net financial debt incl. lease liabilities				45.2	41.4	+9.1
Employees ⁴⁾				1,658	1,672	-0.8

¹⁾ Africa and Europe without Germany.

²⁾ Exceptionals: restructuring charges, non-scheduled depreciation and amortization, charges for designing and implementing IT projects, M&A costs as well as profit and loss from the disposal of assets no longer required for business operations.

³⁾ Without pension provisions and without lease liabilities.

⁴⁾ Without apprentices.

INTERIM REPORT

OF R. STAHL AKTIENGESELLSCHAFT
FOR THE PERIOD 1 JANUARY 2022 THROUGH 30 JUNE 2022

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KEY TOPICS IN THE REPORTING PERIOD

Changes in the Executive Board at R. STAHL AG

Chief Operating Officer, Bernardo Kral, is stepping down from his position effective 30 June 2022 and leave the company at his own request. The search for a suitable successor has already been initiated. Until the appointment of his successor, CEO Dr. Mathias Hallmann will assume the management of the Group as sole member of the Executive Board.

Forecast for financial year 2022 defined more precisely

For financial year 2022, the forecast from April 2022 has been defined more precisely. Sales are expected to be in the range of € 270 - € 275 million, with EBITDA pre exceptionals of € 18 - € 21 million. The equity ratio is expected to improve significantly compared to 2021. Due to the ongoing high liquidity requirements, free cash flow will be in the high single-digit negative million euro range.

GROUP MANAGEMENT REPORT

- Further increase in order intake in Q2 2022. Up € 1.8 million over previous quarter to € 76.9 million (Q1 2022: € 75.1 million) and up 17.8% on previous year (Q2 2021: € 65.2 million).
- Sales of € 67.7 million in Q2 2022 up 4.9% or € 3.2 million year-on-year (Q2 2021: € 64.5 million).
- EBITDA pre exceptionals down € 0.6 million to € 3.9 million (Q2 2021: € 4.5 million).
- Improved financial result and lower tax burden lead to an increase in net profit of € 0.3 million to € -0.9 million (Q2 2021: € -1.2 million). Earnings per share improve to € -0.13 (Q2 2021: € -0.19).
- Cash flow from operating activities shows significant improvement at € 8.4 million (Q2 2021: € 3.6 million).
- Negative net profit and higher working capital lead to an increase in net financial liabilities to € 23.2 million.

BUSINESS DEVELOPMENT

SALES AND ORDER INTAKE

R. STAHL's business development in the second quarter of 2022 shows an overall improvement compared to the previous year despite the ongoing Russia-Ukraine conflict as well as growing inflation risks and the associated negative impact on the global economy.

While in the previous year, the effects regarding the COVID-19 pandemic were still predominant, in the second quarter of 2022 – as was already the case in the three previous quarters – the negative impact

with regard to interrupted or disrupted supply chains and the associated price increases overshadowed R. STAHL's business recovery. It was possible to compensate for raw material price increases to a large extent through corresponding price adjustments. Sales were up 4.9% year-on-year to € 67.7 million (Q2 2021: € 64.5 million), due in particular to continued strong demand in the chemical and pharmaceutical industries.

With the exception of Asia/Pacific, development was positive in all regions. In **Germany**, sales of € 17.8 million were generated (Q2 2021: € 16.4 million), representing an increase of 8.7%. In addition to continued good demand from the chemical industry, sales in the mechanical engineering sector increased further compared with the prior-year quarter. In the **Central** region – which consists of Africa and Europe excluding Germany – sales of € 29.1 million were slightly higher than in the previous year (Q2 2021: € 28.4 million). In this region, the chemical industry was also the main driver of the increase in sales. A significant recovery in the markets was evident in the **Americas** region. Sales increased by 61.9% to € 8.5 million (Q2 2021: € 5.3 million). In particular, the recent return of fracking activities and the associated increased investment on the part of the oil and gas industry contributed to this development. By contrast, sales in the **Asia/Pacific** region dropped by 14.9% to € 12.3 million (Q2 2021: € 14.4 million), largely due to the prevailing COVID-19 restrictions in large parts of Asia.

Development of order intake in the second quarter of 2022 was significantly more positive than the development of sales. Here, orders rose to € 76.9 million (Q2 2021: € 65.2 million), an increase of 17.8%. This development was driven in particular by the noticea-

ble recovery in demand across all regions and sectors.

In the first half of 2022, R. STAHL generated sales of € 128.7 million, which is a year-on-year increase of 4.9% (6M 2021: € 122.7 million). This positive development is due in particular to the strong second quarter of 2022. In the previous year, the first quarter in particular remained heavily impacted by the negative effects of the COVID-19 pandemic.

Order intake increased significantly year-on-year by € 22.8 million to € 152.0 million (6M 2021: € 129.2 million), an increase of 17.7%. The positive development of order intake from the first quarter of 2022 thus continued into the second quarter of 2022. Order backlog increased significantly to € 95.1 million (30 June 2021: € 67.9 million).

SALES BY REGION

€ million	Q2 2022	Q2 2021	Change in %	6M 2022	6M 2021	Change in %	Share of Group sales in %
Germany	17.8	16.4	+8.7	34.7	31.0	+11.9	27
Central Region	29.1	28.4	+2.2	57.3	56.7	+1.1	44
Americas	8.5	5.3	+61.9	14.9	10.1	+48.6	12
Asia/Pacific	12.3	14.4	-14.9	21.8	25.0	-12.8	17
Total	67.7	64.5	+4.9	128.7	122.7	+4.9	100

EBITDA AND EBIT

Sales growth of 4.9%, coupled with rising cost items, resulted in earnings before interest, taxes, depreciation and amortization (EBITDA) pre exceptionals of € 3.9 million in the second quarter of 2022, a decrease of € 0.6 million year-on-year (Q2 2021: € 4.5 million). This resulted in an EBITDA margin pre exceptionals of 5.8% (Q2 2021: 7.0%). At € -0.4 million, exceptionals were slightly below the previous year (Q2 2021: € -0.6 million), resulting in EBITDA of € 3.5 million in the reporting quarter (Q2 2021: € 4.0 million).

Total operating performance increased by 6.5% to € 67.3 million in the second quarter of 2022 (Q2 2021: € 63.2 million). This was due to the smaller reduction in finished and unfinished goods in the reporting quarter in comparison with the previous year, amounting to € -1.5 million (Q2 2021: € -2.6 million), with capitalized own work remaining virtually constant.

The cost of materials increased by 11.9% to € -23.2 million in the reporting period (Q2 2021: € -20.7 million) mainly due to price increases. The cost of materials ratio thus increased year-on-year to 34.5% of total output (Q2 2021: 32.8% of total output).

Personnel expenses increased by 4.9% to € -31.7 million in the second quarter of 2022 (Q2 2021: € -30.2 million), mainly due to higher capacities and a selective build up in headcounts as a result of increased capacity commitment in connection with material bottlenecks and disrupted supply chains.

The balance of other operating income and other operating expenses increased by € 0.7 million to € -8.9 million in the reporting quarter (Q2 2021: € -8.2 million). While other operating expenses of € -12.2 million were € 2.3 million higher than in the previous year, other operating income increased by € 1.7 million to € 3.3 million (Q2 2021: € 1.6 million), mainly due to higher exchange rate gains.

Amortization of intangible assets and depreciation of property, plant and equipment amounted to € -4.1 million in the second quarter of 2022, which

was almost on a par with the prior-year period (Q2 2021: € -4.2 million).

EBIT fell by € 0.4 million to € -0.6 million in the reporting period (Q2 2021: € -0.2 million).

In the first six months of 2022, EBITDA pre exceptionals decreased by € 0.2 million to € 7.0 million (6M 2021: € 7.2 million). This corresponds to an EBITDA margin pre exceptionals of 5.4% (6M 2021: 5.9%). At € -0.6 million, exceptionals were level with

the previous year, resulting in EBITDA of € 6.4 million (6M 2021: € 6.6 million).

Total operating performance increased by 7.5% to € 133.9 million in the first half of 2022 (6M 2021: € 124.5 million). While inventories of finished and unfinished goods increased by € 2.5 million in the reporting period. They had decreased by € 0.8 million in the previous year.

RECONCILIATION OF EBITDA PRE TO EBIT

€ million	Q2 2022	Q2 2021	Change	6M 2022	6M 2021	Change	included in income statement under
EBITDA pre exceptionals¹⁾	3.9	4.5	-0.6	7.0	7.2	-0.2	
Exceptionals¹⁾	-0.4	-0.6	+0.1	-0.6	-0.6	+0.1	
Restructuring charges	-0.4	-0.6	+0.1	-0.6	-0.6	+0.1	
Serverance pay	-0.4	-0.6	+0.1	-0.6	-0.6	+0.1	Personnel costs
Legal and consulting costs	0	-0.0	+0.0	0	-0.0	+0.0	Other operating expenses
Others	0	0	0	0	0	0	Other operating expenses
EBITDA	3.5	4.0	-0.5	6.4	6.6	-0.2	
Depreciation and amortization	-4.1	-4.2	+0.0	-8.2	-8.3	+0.1	
EBIT	-0.6	-0.2	-0.4	-1.8	-1.7	-0.1	

¹⁾ Exceptionals: restructuring charges, non-scheduled depreciation and amortization, charges for design and implementation of IT-projects, M&A costs as well as profit and loss from the disposal of non-current assets no longer required for business operations.

The cost of materials increased by 10.9% to € -46.8 million (6M 2021: € -42.2 million) in the course of the higher total operating performance, but mainly due to price increases, resulting in a cost of materials ratio of 35.0% of total operating performance (6M 2021: 33.9% of total operating performance).

Personnel expenses increased to € -63.5 million in the first six months of the current year (6M 2021: € -60.3 million). While the reduction in working time accounts had a mitigating impact in the previous year, the absence of this effect as well as salary adjustments and selective build up in headcounts due to increased capacity commitment in connection with material bottlenecks and disrupted supply chains led to an increase of € 3.2 million.

Net other operating expenses and other operating income increased by 11.2% to € -17.2 million (6M 2021: € -15.5 million). This development is mainly attributable to higher travel expenses and an unfavorable exchange rate development.

Amortization of intangible assets and depreciation of property, plant and equipment was at the level of the previous year at € -8.2 million (6M 2021: € -8.3 million).

This resulted in EBIT of € -1.8 million in the reporting period (6M 2021: € -1.7 million).

FINANCIAL RESULT

The financial result improved by € 0.3 million to € -0.1 million in the second quarter of 2022 (Q2 2021: € -0.4 million). While interest expenses increased by € -0.1 million, the result of ZAVOD Goreltex, which is accounted for using the equity method, improved by € 0.4 million to € 0.8 million (Q2 2021: € 0.3 million).

With respect to the first six months of the current year, the financial result decreased by € -2.8 million to € -3.6 million (6M 2021: € -0.8 million).

In connection with the existing Russia-Ukraine conflict and the downgrading of Russia to non-investment grade, a partial impairment loss of € 3.1 million was recognized on the existing investment in ZAVOD Goreltex in Q1 2022. Interest income and

interest expenses of € -1.6 million (6M 2021: € -1.4 million) are included in the financial result.

EARNINGS BEFORE INCOME TAXES

In comparison with the previous year, earnings before income taxes decreased by € 0.1 million to € -0.7 million in the second quarter of 2022 (Q2 2021: € -0.6 million).

As a result of the reduced financial result, earnings before income taxes amounted to € -5.4 million (6M 2021: € -2.6 million) in the first six months of the current year.

RECONCILIATION OF EBIT TO EARNINGS PER SHARE

€ million	Q2 2022	Q2 2021	Change	6M 2022	6M 2021	Change
EBIT	-0.6	-0.2	-0.4	-1.8	-1.7	-0.1
Financial result	-0.1	-0.4	+0.3	-3.6	-0.8	-2.8
Earnings before income taxes	-0.7	-0.6	-0.1	-5.4	-2.6	-2.8
Income taxes	-0.2	-0.6	+0.4	-0.9	-1.2	+0.3
Net profit	-0.9	-1.2	0.3	-6.3	-3.7	-2.6
thereof						
attributable to other shareholders	+0.0	0	+0.0	-0.0	-0.0	+0.0
attributable to shareholders of R. STAHL AG	-0.9	-1.2	0.3	-6.3	-3.7	-2.6
Earnings per share (in €)	-0.13	-0.19	0.06	-0.97	-0.58	-0.39
Average number of shares outstanding (weighted, in million units)	6.44	6.44	0	6.44	6.44	0

INCOME TAXES

Income taxes amounted to € -0.2 million in the second quarter of 2022 (Q2 2021: € -0.6 million). Of this amount, € -0.4 million was attributable to effective taxes and € 0.3 million to deferred taxes.

Income taxes of € -0.9 million (6M 2021: € -1.2 million) were incurred in the first six months of the reporting year. These are divided into € -0.6 million effective taxes and € -0.3 million deferred taxes.

NET PROFIT/EARNINGS PER SHARE

Consolidated net profit increased in the second quarter 2022 by € 0.3 million to € -0.9 million (Q2 2021: € -1.2 million). This corresponds to earnings per share of € -0.13 (Q2 2021: € -0.19).

In the first half of 2022, the consolidated result fell by € 2.6 million to € -6.3 million (6M 2021: € -3.7 million). Earnings per share amount to € -0.97 (6M 2021: € -0.58).

ASSET POSITION

BALANCE SHEET STRUCTURE

The balance sheet total of the R. STAHL Group increased to € 259.7 million as of 30 June 2022 compared to the end of the previous year (31 December 2021: € 246.0 million).

Non-current assets thus decreased by € 11.1 million as of the balance sheet date. The decrease is mainly attributable to deferred tax assets resulting from the change in the discount rate used to measure pension obligations, the partial impairment loss on Russian at-equity investments, and the reversal of non-current cash investments.

There was an increase of € 24.8 million in current assets to € 116.0 million as of 30 June 2022 compared with the end of the previous year (31 December 2021: € 91.2 million). In addition to increased inventories of critical raw materials and an increase in inventories of finished and unfinished goods, higher cash and cash equivalents in particular led to an increase in current assets.

Non-current liabilities decreased by € 25.2 million to € 95.2 million at the end of the reporting period (31 December 2021: € 120.4 million), mainly due to lower provisions for pension obligations, which decreased by € 24.5 million in the reporting period as a result of the increase in the discount rate.

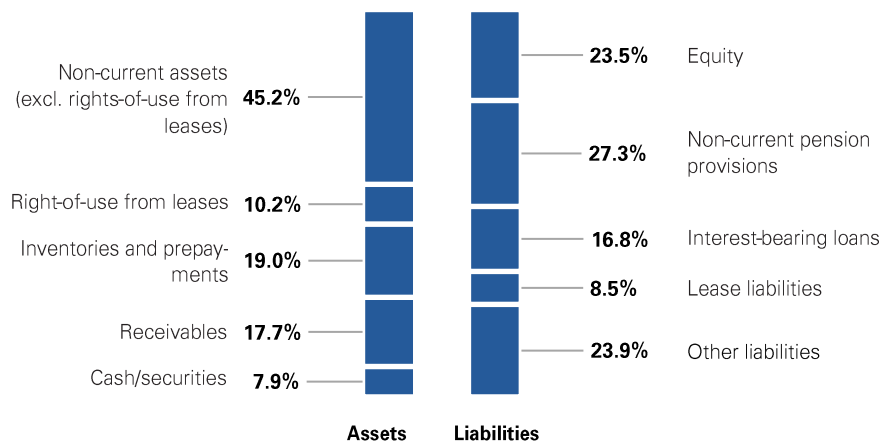
In the case of current liabilities, there was an increase of € 27.7 million to € 103.5 million as of 30 June 2022 compared with the end of the previous year (31 December 2021: € 75.8 million). This was mainly due to an increase in the utilization of interest-bearing loans and other liabilities.

Equity improved by € 11.3 million compared with the end of the previous year to € 61.0 million (31 December 2021: € 49.8 million). The positive equity effect from lower provisions for pension obligations compensated for the negative consolidated net income. This resulted in an equity ratio of 23.5% compared with 20.2% as of 31 December 2021.

ASSET AND CAPITAL STRUCTURE

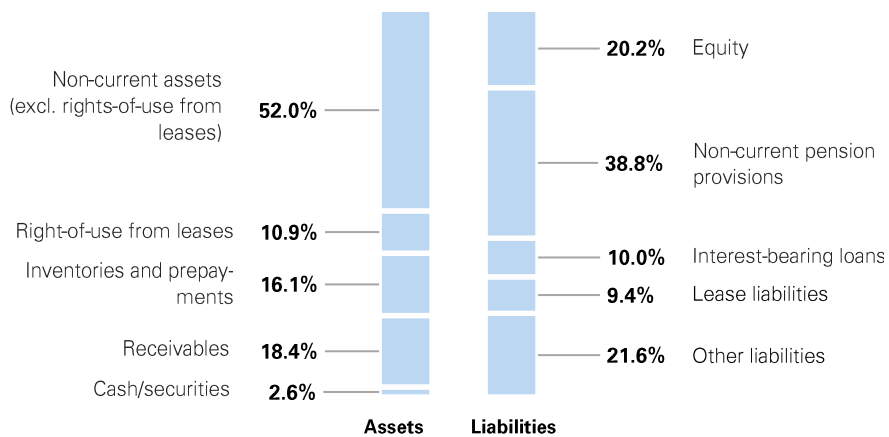
30 June 2022

Balance sheet total € 259.7 million



31 December 2021

Balance sheet total € 246.0 million



FINANCIAL POSITION

Cash flow was down by € 2.9 million year-on-year to € 0.3 million in the reporting quarter (Q2 2021: € 3.2 million). The decline is attributable in particular to higher other non-cash income and expenses. Due to the lower working capital, there was an increase in cash flow from operating activities of € 4.8 million to € 8.4 million in the second quarter of 2022 (Q2 2021: € 3.6 million).

Investments in intangible assets were at a slightly reduced level of € 1.9 million (Q2 2021: € 2.4 million). Together with investments in property, plant and equipment of € 1.2 million (Q2 2021: € 1.1 million), cash flow from investing activities amounted to € 3.0 million in the second quarter of 2022 (Q2 2021: € 3.5 million). Overall, free cash flow of € 5.3 million was generated in the reporting quarter, an increase of € 5.2 million compared to the previous year (Q2 2021: € 0.1 million).

Cash flow from financing activities decreased in the second quarter of 2022 compared with the previous year to € -3.9 million, mainly due to the increased repayment of interest-bearing financial liabilities of € -2.5 million in the reporting quarter. By contrast, only a minor amount of interest-bearing financial debt was taken up in the second quarter of 2022.

As of 30 June 2022, the R. STAHL Group had cash and cash equivalents of € 20.4 million at its disposal as of 30 June 2022 (31 December 2021: € 6.3 million). Compared to the previous year, cash and cash equivalents thus decreased by € 1.5 million (Q2 2021: € 21.9 million).

In the first six months of the reporting year, cash flow decreased by € 2.1 million to € 2.9 million (6M 2021: € 5.0 million) due to the lower consolidated net income. Working capital increased by € 1.7 million in the reporting period. On the one hand, the inventory position was expanded and, on the other hand, trade payables increased, with these effects almost offsetting each other. This resulted in cash flow from operating activities of € 1.3 million (6M 2021: € 2.2 million). Together with cash flow from investing activities of € -3.3 million, which was € 3.4 million lower than in the previous year (6M 2021: € -6.7 million) due to the reversal of a long-term cash investment, this resulted

in a free cash flow of € -2.0 million in the first six months of the reporting year (6M 2021: € -4.4 million).

Due to the € 8.3 million higher utilization of loans, cash flow from financing activities increased by € 9.7 million to € 15.8 million (6M 2021: € 6.1 million).

Net debt (excluding pension provisions and lease liabilities) increased by € 5.0 million to € 23.2 million as of 30 June 2022 compared to the beginning of the year (31 December 2021: € 18.3 million) due to negative net profit and higher working capital.

RISKS AND OPPORTUNITIES

All R. STAHL subsidiaries regularly prepare an opportunity and risk report that takes into account the opportunities and risks of the company. Managing directors are required to inform the department responsible for opportunity and risk management of any significant events, including those that occur during the quarter. The relevant statements made in the Annual Report 2021 starting on page 39 continue to apply unchanged.

FORECAST

We first presented our assessment of the expected development of the R. STAHL Group in the current year in detail in the Forecast of the Annual Report 2021, which was published on 13 April 2022, starting on page 75. Accordingly, we assumed – based on the economic development forecast and the recent increase in order intake – a low double-digit percentage growth in sales for 2022 compared to the previous year. Against the backdrop of higher material prices and the freight supply chain situation, we expected that the resulting burdens could not be fully passed on to customers, which is why EBITDA pre exceptionals was also expected to improve by a low double-digit percentage in the financial year. Uncertainties surrounding this sales and earnings growth related mainly to the Russia-Ukraine conflict and our 25% interest in ZAVOD Goreltex. Based on the assumption

of a constant interest rate level for the measurement of pension provisions, we expected a slight overall decline in the equity ratio. Due to increasing capital expenditures for both property, plant and equipment and development projects, we expected a moderately negative free cash flow and an increase in net debt. The forecast is now specified as follows:

For 2022, we expect sales to increase to € 270 - € 275 million. For the full year, we anticipate EBITDA pre exceptionals of between € 18 - € 21 million. Due to the continuing high liquidity requirements, we anticipate free cash flow at the end of the year to be in

the high single-digit negative million euro range. With regard to the equity ratio, we expect a significant increase, which is mainly attributable to the rising interest rate level for the measurement of pension provisions. This forecast is based on the assumptions that gas supplies in Europe are secure, global supply chains are increasingly normalizing, and that it will continue to be possible to pass on cost increases consistently.

FORECAST 2022			
€ million	July 2022	April 2022	2021
Sales	270 - 275	low double-digit growth	248.1
EBITDA pre exceptionals¹⁾	18 - 21	low double-digit growth	17.9
Free cash flow	high single-digit negative million euro amount	slightly negative	-6.3
Equity ratio	significant increase	slightly declining	20.2%

¹⁾ Exceptionals: restructuring charges, non-scheduled depreciation and amortization, charges for design and implementation of IT-projects, M&A costs as well as profit and loss from the disposal of non-current assets no longer required for business operations.

CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENT

1 January to 30 June

€ 000	Q2 2022	Q2 2021	Change in %	6M 2022	6M 2021	Change in %
Sales	67,698	64,531	+4.9	128,684	122,704	+4.9
Change in finished and unfinished products	-1,529	-2,634	+42.0	2,526	-802	n/a
Own work capitalized	1,163	1,302	-10.7	2,657	2,602	+2.1
Total operating performance	67,332	63,199	+6.5	133,867	124,504	+7.5
Other operating income	3,271	1,611	>+100	5,407	4,750	+13.8
Cost of materials	-23,226	-20,749	-11.9	-46,794	-42,181	-10.9
Personnel costs	-31,713	-30,246	-4.9	-63,468	-60,294	-5.3
Depreciation and amortization	-4,121	-4,160	+0.9	-8,176	-8,273	+1.2
Other operating expenses	-12,177	-9,860	-23.5	-22,616	-20,219	-11.9
Earnings before financial result and income tax (EBIT)	-634	-205	n/a	-1,780	-1,713	-3.9
Result from companies consolidated using the equity method	763	344	>+100	1,099	565	+94.5
Investment result	0	0	0	-3,071	0	n/a
Interest and similar income	8	11	-27.3	14	35	-60.0
Interest and similar expense	-829	-735	-12.8	-1,637	-1,441	-13.6
Financial result	-58	-380	+84.7	-3,595	-841	n/a
Earnings before taxes	-692	-585	-18.3	-5,375	-2,554	n/a
Income taxes	-172	-611	+71.8	-911	-1,163	+21.7
Net profit/loss	-864	-1,196	+27.8	-6,286	-3,717	-69.1
thereof attributable to other shareholders	3	0	n/a	-10	-12	+16.7
thereof attributable to shareholders of R. STAHL AG	-867	-1,196	+27.5	-6,276	-3,705	-69.4
Earnings per share in €	-0.13	-0.19	+31.6	-0.97	-0.58	-67.2

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

1 January to 30 June

€ 000	Q2 2022	Q2 2021	Change in %	6M 2022	6M 2021	Change in %
Net profit	-864	-1,196	+27.8	-6,286	-3,717	-69.1
Gains/losses from currency translations of foreign subsidiaries, recognized in equity	-216	-546	+60.4	282	798	-64.7
Deferred taxes on gains/losses from currency translations	0	0	n/a	0	0	n/a
Currency translation differences after taxes	-216	-546	+60.4	282	798	-64.7
Other comprehensive income with reclassification of profit for the period	-216	-546	+60.4	282	798	-64.7
Gains/losses from the subsequent measurement of pension obligations, recognized in equity	13,862	430	>+100	24,501	6,391	>+100
Deferred taxes from pension obligations	-4,099	-127	n/a	-7,245	-1,700	n/a
Other comprehensive income without reclassification to profit for the period	9,763	303	>+100	17,256	4,691	>+100
Other comprehensive income (valuation differences recognized directly in equity)	9,547	-243	n/a	17,538	5,489	>+100
thereof attributable to other shareholders	-11	5	n/a	13	13	0.0
thereof attributable to shareholders of R. STAHL AG	9,558	-248	n/a	17,525	5,476	>+100
Total comprehensive income after tax	8,683	-1,439	n/a	11,252	1,772	>+100
thereof attributable to other shareholders	-8	5	n/a	3	1	>+100
thereof attributable to shareholders of R. STAHL AG	8,691	-1,444	n/a	11,249	1,771	>+100

CONSOLIDATED BALANCE SHEET			
€ 000	30 June 2022	31 Dec. 2021	Change
ASSETS			
Intangible assets	47,572	46,512	+1,060
Property, plant & equipment	77,216	78,039	-823
Investments in associated companies	9,208	11,180	-1,972
Other financial assets	31	3,307	-3,276
Other assets	2,072	1,801	+271
Investment property	4,395	4,499	-104
Deferred taxes	3,206	9,418	-6,212
Non-current assets	143,700	154,756	-11,056
Inventories and prepayments	49,431	39,635	+9,796
Trade receivables	34,477	35,879	-1,402
Contract receivables	37	520	-483
Income tax claims	1,765	392	+1,373
Other receivables and other assets	9,904	8,480	+1,424
Cash and cash equivalents	20,389	6,342	+14,047
Current assets	116,003	91,248	+24,755
Total assets	259,703	246,004	+13,699
EQUITY AND LIABILITIES			
Share capital	16,500	16,500	0
Capital reserve	13,457	13,457	0
Retained earnings	48,863	55,139	-6,276
Accumulated other comprehensive income	-18,018	-35,543	+17,525
Equity attributable to shareholders of R. STAHL AG	60,802	49,553	+11,249
Non-controlling interests	216	213	+3
Equity	61,018	49,766	+11,252
Pension provisions	70,991	95,485	-24,494
Other provisions	2,497	2,522	-25
Interest-bearing financial liabilities	1,749	2,424	-675
Lease liabilities	16,003	17,322	-1,319
Other liabilities	60	63	-3
Deferred taxes	3,916	2,611	+1,305
Non-current liabilities	95,216	120,427	-25,211
Provisions	7,643	8,193	-550
Trade payables	20,755	18,896	+1,859
Interest-bearing financial liabilities	41,849	22,177	+19,672
Lease liabilities	5,990	5,858	+132
Deferred liabilities	13,458	12,417	+1,041
Income tax liabilities	910	599	+311
Other liabilities	12,864	7,671	+5,193
Current liabilities	103,469	75,811	+27,658
Total equity and liabilities	259,703	246,004	+13,699

CONSOLIDATED CASH FLOW STATEMENT

1 January to 30 June

€ 000	Q2 2022	Q2 2021	Change	6M 2022	6M 2021	Change
Net profit	-864	-1,196	+332	-6,286	-3,717	-2,569
Depreciation, amortization and impairment of non-current assets	4,120	4,160	-40	11,246	8,273	+2,973
Changes in non-current provisions	-36	-9	-27	-26	-11	-15
Changes in deferred taxes	-258	430	-688	301	809	-508
Equity valuationg	-763	-344	-419	-1,099	-565	-534
Other income and expenses without cash flow impact	-1,916	192	-2,108	-1,228	250	-1,478
Result from the disposal of non-current assets	-1	-19	+18	30	-23	+53
Cash flow	282	3,214	-2,932	2,938	5,016	-2,078
Changes in current provisions	-75	-286	+211	-525	-1,023	+498
Changes in inventories, trade receivables and other non-capex or non-financial assets	-1,549	675	-2,224	-9,447	-1,695	-7,752
Changes in trade payables and other non-capex or non-financial liabilities not attributable to investing or financing activities	9,693	-15	+9,708	8,290	-49	+8,339
Changes in working capital	8,069	374	+7,695	-1,682	-2,767	+1,085
Cash flow from operating activities	8,351	3,588	+4,763	1,256	2,249	-993
Cash outflow for capex on intangible assets	-1,923	-2,365	+442	-4,029	-4,320	+291
Cash outflow for capex on property, plant & equipment	-1,153	-1,091	-62	-2,584	-2,355	-229
Cash inflow from disposals of property, plant & equipment and investment property	12	-33	+45	31	-13	+44
Cash inflow from disposals of non-current financial assets	43	1	+42	3,313	1	+3,312
Cash flow from investing activities	-3,021	-3,488	+467	-3,269	-6,687	+3,418
Free cash flow	5,330	100	+5,230	-2,013	-4,438	+2,425
Cash outflow for the down payment of lease liabilities	-1,563	-1,611	+48	-3,148	-3,280	+132
Cash inflow from interest-bearing liabilities	168	6,545	-6,377	21,892	13,598	+8,294
Cash outflow for repayment of interest-bearing liabilities	-2,457	-348	-2,109	-2,896	-4,204	+1,308
Cash flow from financing activities	-3,852	4,586	-8,438	15,848	6,114	+9,734
Changes in cash and cash equivalents	1,478	4,686	-3,208	13,835	1,676	+12,159
Foreign exchange and valuation-related changes in cash and cash equivalents	154	-65	+219	212	335	-123
Cash and cash equivalents at the beginning of the period	18,757	17,244	+1,513	6,342	19,854	-13,512
Cash and cash equivalents at the end of the period	20,389	21,865	-1,476	20,389	21,865	-1,476

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

1 January to 30 June

€ 000	Equity attributable to shareholders								Equity
	Share capital	Capital reserves	Retained earnings	Currency translation	Unrealized gains/ losses from pensions	Accumulated other comprehensive income	Total	Non-controlling interests	
1 Jan. 2021	16,500	13,457	60,046	-6,197	-35,897	-42,094	47,909	234	48,143
Net profit/loss			-3,705				-3,705	-12	-3,717
Accumulated other comprehensive income				785	4,691	5,476	5,476	13	5,489
Total comprehensive income			-3,705	785	4,691	5,476	1,771	1	1,772
Dividend distribution							0		0
30 June 2021	16,500	13,457	56,341	-5,412	-31,206	-36,618	49,680	235	49,915
1 Jan. 2022	16,500	13,457	55,139	-4,474	-31,069	-35,543	49,553	213	49,766
Net profit/loss			-6,276			0	-6,276	-10	-6,286
Accumulated other comprehensive income				269	17,256	17,525	17,525	13	17,538
Total comprehensive income			-6,276	269	17,256	17,525	11,249	3	11,252
Dividend distribution									0
30 June 2022	16,500	13,457	48,863	-4,205	-13,813	-18,018	60,802	216	61,018

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. ACCOUNTING IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

The interim financial statements for the R. STAHL Group have been prepared in accordance with International Financial Reporting Standards (IFRS), as applicable in the EU and in compliance with IAS 34 "Interim Financial Reporting". The interim consolidated financial statements have not been audited.

2. SCOPE OF CONSOLIDATION

In addition to R. STAHL AG, the interim consolidated financial statements include 31 domestic and foreign companies for which it is possible for R. STAHL AG to exercise a controlling influence.

Enterprises over which the Company can exercise substantial influence are included in the consolidated financial statements as associates using the equity method. Since 2016, ZAVOD Goreltex Co. Ltd, Saint Petersburg, Russia, has been included in the consolidated financial statements as an associate using the

equity method. The scope of consolidation is unchanged over 31 December 2021.

3. ACCOUNTING AND MEASURE- MENT METHODS

GENERAL INFORMATION

The interim consolidated financial statements and the comparative figures for the prior-year period were generally prepared on the basis of the accounting and measurement methods applied in the consolidated financial statements for 2021. A description of these principles is published in the notes to the consolidated financial statements 2021. This can be viewed on our website www.r-stahl.com.

The Group's functional currency is the euro. Unless indicated otherwise, all amounts are stated in thousands of euros (€ 000).

The consolidated financial statements have been prepared using the cost principle. Accounting for de-

derivative financial instruments is the exception to this rule, as these must be accounted for at fair value.

The carrying amounts of cash and cash equivalents, as well as current account loans closely approximate their fair values given the short maturity of these financial instruments.

The carrying values of receivables and liabilities are based on historical costs, subject to usual trade credit terms, and also closely approximate their fair values.

The fair value of non-current liabilities is based on currently available interest rates for borrowing with the same maturity and credit rating profiles. The fair values of external liabilities is currently deviate only slightly from the carrying amounts.

To present the reliability of the valuation of financial instruments at fair value in a comparable manner, IFRS introduced a fair-value-hierarchy with the following three levels:

- Valuation on the basis of exchange price or market price for identical assets or liabilities (Level 1).
- Valuation on the basis of exchange price or market price for similar instruments or on the basis of assessment models that are based on market observable input parameters (Level 2).
- Valuation on the basis of assessment models with significant input parameters that are not observable on the market (Level 3).

The derivative financial instruments measured at fair value of the R. STAHL Group are valued exclusively in accordance with the fair value hierarchy Level 2.

In the first six months of 2022, there were no re-classifications among the individual fair value hierarchies.

CASH FLOW STATEMENT

In accordance with IAS 7, the cash flow statement shows how the R. STAHL Group's flow of funds developed over the reporting period.

Cash and cash equivalents shown in the cash flow statement comprise cash on hand, cheques, and credit balances with banks. The item also includes securities with original maturities of up to three months.

EARNINGS PER SHARE

Earnings per share are calculated by dividing consolidated net profit – excluding non-controlling interests – by the average number of shares. Diluted earnings per share correspond to earnings per share.

4. SALES IN ACCORDANCE WITH IFRS 15

Sales presented in the income statement includes both sales from contracts with customers and sales not within the scope of IFRS 15.

A breakdown of sales by sales source is shown below:

€ 000	6M 2022	6M 2021
Sales from contracts with customers	128,177	122,197
Rental income from investment property	507	507
Total	128,684	122,704

A breakdown of sales by time of recognition is shown below:

€ 000	6M 2022	6M 2021
At a specific time	122,972	116,687
Over a specific period	5,712	6,017
Total	128,684	122,704

Sales are recognized over a specified period with a high probability of occurrence within a period of one to two months.

5. FINANCIAL INSTRUMENTS

R. STAHL mainly accounts for derivative financial instruments at fair value. For this reason, a detailed reconciliation statement for the carrying amounts and fair values for the individual classes is not provided for reasons of materiality.

The fair values of derivative financial instruments are as follows:

€ 000	30 June 2022	31 Dec. 2021
Positive market values		
Currency derivatives without hedging relationship	0	0
Negative market values		
Currency derivatives without hedging relationship	-66	-49

6. NUMBER OF EMPLOYEES

The number of employees at the 30 June 2022 reporting date 1,658 (31 December 2021: 1,672) not including apprentices.

7. CONTINGENT LIABILITIES AND OTHER FINANCIAL OBLIGATIONS

There have been no significant changes to contingent liabilities and other financial obligations compared with 31 December 2021.

8. REPORT ON SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no significant transactions with related parties in the reporting period.

Waldenburg, 11 August 2022

R. Stahl Aktiengesellschaft

Dr. Mathias Hallmann
CEO

RESPONSIBILITY STATEMENT

I attest – to the best of my knowledge – that the Interim Consolidated Financial Statements in accordance with applicable reporting principles give a true and fair view of the Group's asset, financial, and earnings position, and that the Interim Group Management Report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the material opportunities and risks associated with the expected development of the Group for the rest of the financial year.

Waldenburg, 11 August 2022

R. Stahl Aktiengesellschaft

Dr. Mathias Hallmann

CEO

FINANCIAL CALENDER 2022

10 November

Interim report as of 30 September 2022

28 - 29 November

German Equity Forum

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