



NINE MONTHS 2022 PERFORMANCE REPORT

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NINE MONTHS PERFORMANCE REPORT

- For the nine months 2022 exceet reports holding costs and discontinued operations
- Group EBITDA¹⁾ EUR - 2.2 million (9M 2021: EUR -1.9 million), including costs of EUR 1.0 million arising from costs for evaluation of new strategic investment opportunities
- Cash position amounts to EUR 118 million (31.12.2021: EUR 117 million)
- As of 31 August 2022 exceet sold and deconsolidated Lucom GmbH Elektrokomponenten und Systeme

Overview key figures:

(in EUR million, expenses in parentheses)	January - September			
	2022		2021	
	Discontinued	Continued	Discontinued	Continued
Income Statement				
Net Sales	4,0		37,9	-
Gross Profit	1,3		10,6	-
EBITDA	0,2	(2,2)	9,9	(1,9)
<i>in % of Net Sales</i>	5,4%	n/a	26,2%	n/a
EBIT	(0,0)	(2,2)	7,3	(1,9)
<i>in % of Net Sales</i>	(0,5%)	n/a	19,3%	n/a
Net Profit for the period *	1,2	(2,4)	6,2	1,7
<i>- per Ordinary Share</i> Euro	0,06	(0,12)	0,31	0,09
Backlog	0,0	0,0	14,4	0,0
Employees (full-time equivalent) **	0	0	179	0

Rounding differences can occur,

* For discontinued operations 2022 EUR 1.0 million are resulting from sale of Lucom GmbH Elektrokomponenten und Systeme

** Without employees of General Partner

1) See annual report 2021 note 22 „Alternative Performance Measure (APM)“ Pages 80 - 81

Financial Performance

As of 31 August 2022 exceet divested and deconsolidated Lucom GmbH Elektrokomponenten und Systeme. 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 continued operating result of exceet represents the holding costs. These costs amount in Q3 2022 to EUR -1.2 million (Q3 2021: EUR -0.6 million) and a total of EUR -2.2 million for the first nine month 2022 (9M 2021: EUR -2.0 million). The increase is related to one-off costs in an amount of EUR 1.0 million related to costs for evaluating new strategic investment opportunities. The financial results comprises administrative costs for the cash deposits in Q3 2022 about EUR -0.1 million (Q3 2021: EUR -0.7 million) and EUR -0.4 million for the entire reporting period (9M 2021: EUR -0.1 million). FX results for Q3 2022 is about EUR 0.5 million (Q3 2021: EUR -0.4 million) and EUR 0.3 million for the first nine month 2022 (9M 2021: EUR 0.1 million).

The final sales price for Lucom GmbH Elektrokomponenten und Systeme was EUR 5.0 million. The cash inflow on investment, net of cash was EUR 4.6 million, the carrying value was EUR 3.7 million, resulting in a gain of disposal in discontinued operations of EUR 1.3 million before transaction costs of EUR 0.3 million.

Group Balance Sheet Positions

(in EUR million)	30.09.2022		31.12.2021	
	Discontinued	Continued	Discontinued	Continued
Balance Sheet				
Total Assets	-	119,2	4,3	118,2
Cash & Cash equivalents	-	117,7	0,2	116,8
Goodwill	-	-	2,3	-
Shareholders' equity	-	117,6	-	118,2

As of 30 September 2022, the total assets of exceet Group amounted to EUR 119.2 million, compared to EUR 122.5 million as of 31 December 2021.

The non-current assets amounted to EUR 1.2 million (31.12.2021: EUR 0.7 million) and increased by EUR 0.5 million due to additional financial investments in current participation.

Current assets amounted to EUR 117.9 million, compared to EUR 121.8 million at year-end 2021. The decrease of the current assets of EUR 3.9 million reflects the deconsolidation of Lucom GmbH Elektrokomponenten und Systeme.

At the end of the reporting period, exceet Group's equity amounted, to EUR 117.6 million, against EUR 118.2 million as of 31 December 2021. This represents an equity ratio¹⁾ of 98.7% (31.12.2021: 96.5%).

The non-current liabilities include minor amounts.

The decrease of the current liabilities by EUR 2.7 million to EUR 1.6 million as of 30 September 2022 (31.12.2021: EUR 4.3 million) is mainly due to the decrease of other current liabilities of EUR 2.3 million, decrease of derivate financial instruments of EUR 0.7 million and decrease of liabilities directly associated with the deconsolidation of Lucom GmbH Elektrokomponenten und Systeme.

1) See annual report 2021 note 22 „Alternative Performance Measure (APM)“ Pages 80 - 81

Cash Development and Net Cash

(in EUR million, cash out in parentheses)	January - September	
	2022	2021
Cash Flow Statement		
Cash Flow from operations	(5,4)	3,1
Capex (<i>incl. finance lease agreements</i>)	4,6	3,5
Free Cash Flow	(0,8)	6,6

As of 30 September 2022, the cash and cash equivalents amounted to EUR 117.7 million (31.12.2021: EUR 116.8 million). The cash position increased by EUR 0.9 million mainly positively impacted by sale of Lucom GmbH Elektrokomponenten und Systeme of 5.0 million and payments of other current liabilities as advisory fees in connection of the sales of GS Swiss PCB AG in 2021 and Lucom GmbH Elektrokomponenten und Systeme and holding costs for nine month 2022.

The 9M 2022 operating cash flow of minus EUR 5.4 million (9M 2021: EUR 3.1 million) consisted of minus EUR 3.6 million net out of the operations before changes in net working capital, minus EUR 1.2 million decrease of net working capital¹⁾, net tax payments of EUR 0.2 million and interest payments of EUR 0.5 million. The net cash position¹⁾ as of 30 September 2022 amounts to EUR 117.7 million (31.12.2021: net cash¹⁾ EUR 116.8 million).

Opportunities and Risk Report

The statements provided in the Annual Report 2021 on the opportunities and risks of the business model remain unchanged.

Outlook

exceet is currently acting without continued operating business.

While GS Swiss PCB AG and exceet Secure Solutions GmbH have been divested in 2021, Lucom GmbH Elektronikkomponenten und Systeme was sold and deconsolidated on 31 August 2022.

Currently the operating result 2022 (EBIT) is dependent on the administrative costs for the holding companies and from costs for evaluating new strategic investment opportunities.

The continued business currently comprises only the holding companies. For these companies exceet Group plans a loss of about EUR 1.5 million in 2022 without one-time costs related to planned investments and results from divestments.

Grevenmacher, 10 November 2022

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

1) See note 22 „Alternative Performance Measure (APM)“ Pages 80 - 81

INTERIM FINANCIAL STATEMENTS (CONDENSED & CONSOLIDATED)

INTERIM BALANCE SHEET (CONSOLIDATED)

(in EUR 1,000)	unaudited 30 September 2022	audited 31 December 2021
ASSETS		
Non-current assets		
Right-of-use assets	13	26
Other financial investments	1.221	648
Total non-current assets	1.234	674
Current assets		
Other current receivables	177	699
Prepaid expenses	50	71
Cash and cash equivalents	117.694	116.750
Assets classified as held for sale ¹⁾	0	4.272
Total current assets	117.921	121.792
Total assets	119.155	122.466
EQUITY		
Share capital	312	312
Reserves	117.249	117.846
Equity attributable to Shareholders of the parent company	117.561	118.158
Total equity	117.561	118.158
LIABILITIES		
Non-current liabilities		
Lease liabilities	0	9
Total non-current liabilities	0	9
Current liabilities		
Other current liabilities	19	2.361
Accrued expenses	1.562	482
Lease liabilities	13	18
Provisions	0	658
Liabilities directly associated with assets classified as held for sale	0	780
Total current liabilities	1.594	4.299
Total liabilities	1.594	4.308
Total equity and liabilities	119.155	122.466

1) Net cash amount to EUR 117,681 (31.12.2021: Net cash EUR 116,723) based on cash and cash equivalents of EUR 117,694 (31.12.2021: EUR 116,750) less third party borrowings EUR 13 (31.12.2020: EUR 27)

INTERIM INCOME STATEMENT (CONSOLIDATED)

(in EUR 1,000)	3 months		9 months	
	unaudited 01.07.-30.09.2022	unaudited 01.07.-30.09.2021	unaudited 01.01.-30.09.2022	unaudited 01.01.-30.09.2021
Administrative expenses	(1.189)	(635)	(2.246)	(1.943)
Operating result (EBIT) ¹⁾	(1.189)	(635)	(2.246)	(1.943)
<i>EBIT margin</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Financial income	484	105	626	4.079
Financial expenses	(51)	(281)	(757)	(427)
Financial result, net	433	(176)	(131)	3.652
Profit/(Loss) before income tax	(756)	(811)	(2.377)	1.709
Income tax expense	(20)	0	(69)	0
Profit/(Loss) for contined operations	(776)	(811)	(2.446)	1.709
<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	1.033	2.514	1.205	6.203
Profit/(Loss) for the period	257	1.703	(1.241)	7.912
<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	257	1.703	(1.241)	7.912
EARNINGS PER SHARE IN EURO ON TOTAL GROUP BASIS (BASIC = DILUTIVE)				
Class A shares	0,01	0,09	(0,06)	0,40
Operating result (EBIT)	(1.189)	(635)	(2.246)	(1.943)
Depreciation and amortization	4	4	13	32
Operating result before depreciation, amortization and impairment charges (EBITDA) ²⁾	(1.185)	(631)	(2.233)	(1.911)
<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		9 months	
	unaudited 01.07.-30.09.2022	unaudited 01.07.-30.09.2021	unaudited 01.01.-30.09.2022	unaudited 01.01.-30.09.2021
Profit/(Loss) for the period	257	1.703	(1.241)	7.912
Items not to be reclassified to income statement:				
Remeasurements of defined benefit obligation	0	10	0	2.460
Deferred tax effect on remeasurements of defined benefit obligation	0	(1)	0	(327)
Items not to be reclassified to income statement	0	9	0	2.133
Items to be reclassified to income statement:				
Currency translation differences of discontinued operations	207	843	644	138
Items to be reclassified to income statement	207	843	644	138
Total comprehensive income for the period	464	2.555	(597)	10.183
Attributable to:				
Shareholders of the parent company arises from Continuing operations				
Shareholders of the parent company arises from Discontinued operations				
	464	2.555	(597)	10.183

INTERIM STATEMENT OF CASH FLOWS (CONSOLIDATED)

(in EUR 1,000)	unaudited 01.01. - 30.09.2022	unaudited 01.01. - 30.09.2021
Profit/(Loss) before income tax from		
Continuing operations	(1.366)	1.709
Discontinued operations	280	7.282
Profit before income tax	(1.086)	8.991
Adjustment for non-cash transactions		
Amortization on intangible assets	182	485
Depreciation on tangible assets	13	1.667
Depreciation on right-of-use assets	55	487
Losses on disposal of assets	0	0
Change of provisions	(672)	(157)
Adjustments to retirement benefit obligations/prepaid costs	0	289
Financial expenses	(894)	(174)
Gain on Sales of discontinued operations, net of income tax	(1.314)	(3.391)
Other non-cash expenses	152	3
Operating net cash before changes in net working capital	(3.564)	8.200
Changes to net working capital		
- inventories	(376)	(491)
- receivables	440	(2.014)
- accrued income and contract assets	21	(762)
- liabilities	(2.362)	1.375
- accrued expenses and contract liabilities	1.098	(654)
Tax paid	(216)	(2.384)
Interest paid	(465)	(125)
Cashflows from operating activities ¹⁾	(5.424)	3.145
Disposal of subsidiaries, net of cash disposed	4.626	4.847
Purchase of tangible assets	(12)	(1.357)
Purchase of intangible assets	0	(34)
Cashflows from investing activities	4.614	3.456
Payments of lease liabilities	(46)	(202)
Cashflows from financing activities	(46)	(202)
Net changes in cash and cash equivalents	(856)	6.399
Cash and cash equivalents at the beginning of the period	116.750	16.570
Net changes in cash and cash equivalents	(856)	6.399
Effect of exchange rate gains	1.800	(726)
Cash and cash equivalents at the end of the period	117.694	22.243
Reconciliation to the Balance Sheet		
Balance as above	117.694	22.243
- Cash and Cash equivalent held for sales	0	7.728
Cash and cash equivalents at the end of the period	117.694	14.515

1) Free cash flow amounts to minus EUR 10.038 (3M 2021: minus EUR 6.601) based on cash flow from operations of minus EUR 5.424 and net capital expenditure of EUR 4.614.

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 2022	312	0	0	108.028	9.818	118.158
Profit for the period				[1.498]		[1.498]
Other comprehensive income:						
Currency translation differences					486	486
Total other comprehensive income for the period	0	0	0	0	486	486
Total comprehensive income for the period	0	0	0	[1.498]	486	[1.012]
BALANCES AT 30 SEPTEMBER 2022	312	0	0	106.530	10.304	117.146
BALANCES AT 1 JANUARY 2021	312	0	0	14.491	25.759	40.562
Profit for the period				7.912		7.912
Other comprehensive income:						
Remeasurements of defined benefit obligations				2.460		2.460
Deferred tax effect on remeasurements				[327]		[327]
Currency translation differences					138	138
Total other comprehensive income for the period	0	0	0	2.133	138	2.271
Total comprehensive income for the period	0	0	0	10.045	138	10.183
BALANCES AT 30 SEPTEMBER 2021	312	0	0	24.536	25.897	50.745