



# QUARTERLY FINANCIAL REPORT SEPTEMBER 30, 2015

MBB SE, Berlin

## MBB in figures

| Nine months<br>(unaudited)   | 2015<br>IFRS             | 2014<br>IFRS             | Δ 2015 /<br>2014 |
|--|--------------------------|--------------------------|------------------|
| <b>Earnings figures</b>  | <b>€ thou</b>            | <b>€ thou</b>            | <b>%</b>         |
| <b>Revenue</b>   | <b>186,571</b>           | <b>172,875</b>           | 7.9              |
| Operating performance  | 186,184                  | 173,360                  | 7.4              |
| Total performance  | 190,467                  | 178,475                  | 6.7              |
| Cost of materials  | -119,893                 | -109,572                 | 9.4              |
| Staff costs  | -42,454                  | -39,046                  | 8.7              |
| EBITDA   | 17,419                   | 17,984                   | -3.1             |
| <i>EBITDA margin</i>   | <i>9.4%</i>              | <i>10.4%</i>             |                  |
| EBIT   | 12,245                   | 13,345                   | -8.2             |
| <i>EBIT margin</i>   | <i>6.6%</i>              | <i>7.7%</i>              |                  |
| EBT  | 11,408                   | 12,741                   | -10.5            |
| <i>EBT margin</i>  | <i>6.1%</i>              | <i>7.3%</i>              |                  |
| <b>Consolidated net profit after<br/>non-controlling interests</b> | <b>8,947</b>             | <b>9,786</b>             | -8.6             |
| Number of shares   | 6,600,000                | 6,600,000                |                  |
| eps in €*  | 1.36                     | 1.49                     | -8.7             |
| <b>Figures from the statement<br/>of financial position</b>        | <b>30 Sep<br/>€ thou</b> | <b>31 Dec<br/>€ thou</b> | <b>%</b>         |
| Non-current assets   | 77,629                   | 75,593                   | 2.7              |
| Current assets   | 120,756                  | 121,098                  | -0.3             |
| there of cash and equivalents**                                    | 55,791                   | 58,672                   | -4.9             |
| Issued capital (share capital)                                     | 6,587                    | 6,600                    | -0.2             |
| Other equity   | 73,731                   | 71,953                   | 2.5              |
| Total equity   | 80,318                   | 78,553                   | 2.2              |
| <i>Equity ratio</i>  | <i>40.5%</i>             | <i>39.9%</i>             |                  |
| Non-current liabilities  | 51,502                   | 53,459                   | -3.7             |
| Current liabilities  | 66,565                   | 64,679                   | 2.9              |
| <b>Total assets</b>  | <b>198,385</b>           | <b>196,691</b>           | 0.9              |
| Net debt (-) or<br>net cash (+)**                                  | 20,622                   | 24,345                   | -15.3            |
| <b>Employees</b>   | <b>1,187</b>             | <b>1,152</b>             | <b>3.0</b>       |

\* Based on the average number of shares outstanding as at 30 September.

\*\* This figure includes physical gold stocks and securities.

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## Interim Group Management Report

MBB SE is a family-owned, medium-sized corporation that forms the MBB Group together with its subsidiaries.

### Business and economic conditions

The first nine months of 2015 saw global economic growth that has lost momentum. The situation in the industrialised nations improved on the whole, but most of the emerging economies recorded growth that was substantially slower in some cases and find themselves facing different challenges. Within Europe, the northern countries saw solid development and also the southern economies enjoyed rising growth rates. Export-oriented companies in particular are benefiting from the current weakness of the euro. By contrast, the economic situation in Eastern Europe remains strained, due to, among other things, the conflict between Russia and Ukraine.

The sub-markets relevant to MBB are seeing solid development. In the automotive industry, the assessment of the current situation and business expectations have improved recently, despite the VW emissions scandal, the consequences of which are not yet foreseeable. A major driver of economic growth within Germany is domestic demand, which increased due to rising employment and increased income in particular. MBB's subsidiaries have a high order backlog and stable incoming orders.

### Results of operations, financial position and net assets

The Group's results of operations, net assets and financial position are positive. In the first nine months of the 2015 financial year, the consolidated revenue of the MBB Group was up 7.9% year-on-year at €186.6 million (previous year: €172.9 million).

Other operating income of €4.3 million (previous year: €3.8 million) includes income from sales of securities and other income from securities of €3.3 million, income from currency translation of €0.1 million as well as other income of €0.9 million.

The ratio of cost of materials to the total operating performance of €186.2 million in the first nine months of 2015 (previous year: €173.4 million) climbed from 63.2% in the same period of the previous year to 64.4%.

EBITDA (earnings before interest, taxes, depreciation and amortisation) fell by 3.1% to €17.4 million (previous year: €18.0 million). After depreciation and amortisation of €5.2 million, EBIT (earnings before interest and taxes) for the MBB Group amounted to €12.2 million (previous year: €13.3 million). Adjusted for net finance costs of minus €0.8 million, EBT (earnings before taxes) amounted to €11.4 million (previous year: €12.7 million). The consolidated net profit after non-controlling interests was €8.9 million (previous year: €9.8 million) or €1.36 per share (based on an average of 6,591,448 shares outstanding) in the first nine months.

The consolidated statement of financial position as at 30 September 2015 reported equity of €80.3 million (31 December 2014: €78.6 million). Based on total consolidated assets of €198.4 million, the equity ratio was therefore 40.5% after 39.9% as at 31 December 2014.

As at 30 September 2015, the MBB Group had financial liabilities of €35.2 million (31 December 2014: €34.3 million) and cash and cash equivalents including securities and physical gold reserves of €55.8 million (31 December 2014: €58.7 million). Accordingly, net cash from the above liabilities and cash positions of the MBB Group amounted to €20.6 million compared to €24.3 million as at 31 December 2014. The reduction in net cash is due to the dividend payment of €3.8 million on 1 July 2015 in particular.

### Segment performance

The following segments are reported:

- Technical Applications
- Industrial Production
- Trade & Services

Revenue and EBIT in the Technical Applications segment remained largely unchanged. In the first nine months of 2015, external revenue in this segment amounted to €101.0 million (previous year: €102.1 million) and segment EBIT amounted to €7.5 million (previous year: €8.7 million). This was due to the more muted performance of MBB Fertigungstechnik compared with the previous year, accompanied by lower margins on project orders.

In the Industrial Production segment, there was significant revenue growth as a result of the investments made at Hanke in the previous year. The acquisition of a Huntsman division by OBO also contributed to the revenue growth. External segment revenue for the period from 1 January to 30 September 2015 amounted to €60.5 million after €46.1 million in the same period of 2014, while EBIT was lower than in the previous year at €2.4 million after €5.2 million. One of the reasons for this development is the non-recurring income from first-time consolidation of €1.3 million that was reported in prior-year EBIT as a result of the aforementioned transaction for OBO.

Revenue in the Trade & Services segment increased slightly year-on-year to €25.1 million (previous year: €24.7 million). By contrast, segment EBIT declined to minus €187 thousand (previous year: €31 thousand). This reflects the deterioration in purchasing conditions in this segment, among other things.

## Employees

The number of people employed by the MBB Group increased by 3%, from 1,152 as at 31 December 2014 to 1,187 as at 30 September 2015.

## Report on risks and opportunities

The risks and opportunities for the business development of the MBB Group are described in the Group management report for the 2014 financial year, which is available on our website. There have been no significant changes in the risks and opportunities presented since 31 December 2014. The risk management system of MBB SE is appropriate for detecting risks at an early stage and taking immediate countermeasures.

## Share buy-back programme

MBB SE implemented a share buy-back programme for the period from 18 March to 7 May 2015. 13,225 shares were bought back at an average price of €23.55.

## Implementation of the capital resolutions adopted by the Annual General Meeting

The authorised capital extended by five years by the Annual General Meeting on 30 June 2015 was entered in the commercial register on 24 November 2015. The authorisation to issue convertible bonds and bonds with warrants was extended by five years on the same day; the corresponding contingent capital has not yet been entered in the commercial register due to the alleged ambiguity of its content, which is disputed by the Board. If these objections cannot be resolved, the Board will present a corresponding clarification resolution to the next Annual General Meeting.

## Supplementary report

MBB SE has acquired 75% of shares in the Aumann Group from its sole managing partner on 19 November 2015. Aumann is a leading manufacturer of systems for coil winding of electric motors and for e-mobility.

Through the collaboration of Aumann and MBB Fertigungstechnik, MBB and the managing partner of the Aumann Group intend to meet the rapid rise in demand for e-mobility solutions and are forecasting significant growth.

The Aumann Group has experienced strong growth in recent years, and will generate profitable revenue of around €33 million with roughly 160 employees in 2015. Founded in 1936, Aumann is a leading manufacturer of highly automated coil winding systems with locations in Espelkamp (East Westphalia), Berlin and the US. The company's products are used in the automotive industry for applications in the field of e-mobility and electrification of cars. Customers in the area of electric household appliances and in other industries use Aumann systems to achieve the best possible energy efficiency of their products. As part of the MBB Group, Aumann will continue to operate under its current name and at its current locations under the established management.

### **Report on expected developments**

For the 2015 financial year, the Executive Management is still forecasting total revenue of between €250 million with earnings of at least €1.75 per share.

The Executive Management considers the Group's equity and liquidity situation to be important factors in enabling it to grow in the current market environment, both organically and through the acquisition of new equity investments, while ensuring that it remains in a position to act at all times and even in the event of new global crises.

Berlin, 30 November 2015

The Executive Management

## IFRS Consolidated Interim Financial Statements for 2015

| IFRS consolidated statement of comprehensive income<br>(unaudited)                  | 1 Jan -<br>30 Sep 2015<br>€ thou | 1 Jan -<br>30 Sep 2014<br>€ thou |
|---|----------------------------------|----------------------------------|
| <b>Revenue</b>  | <b>186,571</b>                   | <b>172,875</b>                   |
| Increase (+) / decrease (-) in finished goods<br>and work in progress               | -387                             | 485                              |
| <b>Operating performance</b>  | <b>186,184</b>                   | <b>173,360</b>                   |
| Badwill   | 0                                | 1,301                            |
| Other operating income  | 4,283                            | 3,814                            |
| <b>Total performance</b>  | <b>190,467</b>                   | <b>178,475</b>                   |
| Cost of raw materials and supplies  | -93,449                          | -88,152                          |
| Cost of purchased services  | -26,444                          | -21,420                          |
| <b>Cost of materials</b>  | <b>-119,893</b>                  | <b>-109,572</b>                  |
| Wages and salaries  | -31,626                          | -29,130                          |
| Social security<br>and pension costs  | -10,828                          | -9,916                           |
| <b>Staff costs</b>  | <b>-42,454</b>                   | <b>-39,046</b>                   |
| Other operating expenses  | -10,701                          | -11,873                          |
| <b>Earnings before interest, taxes, depreciation,<br/>and amortisation (EBITDA)</b> | <b>17,419</b>                    | <b>17,984</b>                    |
| Amortisation and depreciation expense   | -5,174                           | -4,639                           |
| <b>Earnings before interest and taxes (EBIT)</b>                                    | <b>12,245</b>                    | <b>13,345</b>                    |
| Other interest and similar income   | 388                              | 369                              |
| Interest and similar expenses   | -1,225                           | -973                             |
| <b>Net finance costs</b>  | <b>-837</b>                      | <b>-604</b>                      |
| <b>Earnings before taxes (EBT)</b>  | <b>11,408</b>                    | <b>12,741</b>                    |
| Income tax expense  | -2,121                           | -2,565                           |
| Other taxes   | -194                             | -139                             |
| <b>Profit or loss for the period</b>  | <b>9,093</b>                     | <b>10,037</b>                    |
| Non-controlling interests   | -146                             | -251                             |
| <b>Consolidated net profit</b>  | <b>8,947</b>                     | <b>9,786</b>                     |
| Earnings per share (in €)   | 1.36                             | 1.49                             |

| IFRS consolidated statement of comprehensive income<br>(unaudited)                  | 1 July -<br>30 Sep 2015<br>€ thou | 1 July -<br>30 Sep 2014<br>€ thou |
|---|-----------------------------------|-----------------------------------|
| <b>Revenue</b>  | <b>62,145</b>                     | <b>61,679</b>                     |
| Increase (+) / decrease (-) in finished goods<br>and work in progress               | 50                                | 324                               |
| <b>Operating performance</b>  | <b>62,195</b>                     | <b>62,003</b>                     |
| Other operating income  | 535                               | 2,425                             |
| <b>Total performance</b>  | <b>62,730</b>                     | <b>64,428</b>                     |
| Cost of raw materials and supplies  | -30,762                           | -33,734                           |
| Cost of purchased services  | -8,789                            | -7,890                            |
| <b>Cost of materials</b>  | <b>-39,551</b>                    | <b>-41,624</b>                    |
| Wages and salaries  | -10,534                           | -9,810                            |
| Social security<br>and pension costs  | -3,624                            | -3,363                            |
| <b>Staff costs</b>  | <b>-14,158</b>                    | <b>-13,173</b>                    |
| Other operating expenses  | -3,426                            | -3,576                            |
| <b>Earnings before interest, taxes, depreciation,<br/>and amortisation (EBITDA)</b> | <b>5,595</b>                      | <b>6,055</b>                      |
| Amortisation and depreciation expense   | -1,661                            | -1,582                            |
| <b>Earnings before interest and taxes (EBIT)</b>                                    | <b>3,934</b>                      | <b>4,473</b>                      |
| Other interest and similar income   | 79                                | 83                                |
| Interest and similar expenses   | -425                              | -338                              |
| <b>Net finance costs</b>  | <b>-346</b>                       | <b>-255</b>                       |
| <b>Earnings before taxes (EBT)</b>  | <b>3,588</b>                      | <b>4,218</b>                      |
| Income tax expense  | -485                              | -912                              |
| Other taxes   | -64                               | -47                               |
| <b>Profit or loss for the period</b>  | <b>3,039</b>                      | <b>3,259</b>                      |
| Non-controlling interests   | -11                               | -88                               |
| <b>Consolidated net profit</b>  | <b>3,028</b>                      | <b>3,171</b>                      |
| Earnings per share (in €)   | 0.46                              | 0.48                              |

| IFRS consolidated statement of comprehensive income<br>(unaudited) | 1 Jan -<br>30 Sep 2015<br>€ thou | 1 Jan -<br>30 Sep 2014<br>€ thou |
|--|----------------------------------|----------------------------------|
| <b>Consolidated net profit</b>                                     | <b>8,947</b>                     | <b>9,786</b>                     |
| Non-controlling interests  | 146                              | 251                              |
| <b>Profit or loss for the period</b>                               | <b>9,093</b>                     | <b>10,037</b>                    |
| Items that may be subsequently reclassified<br>to profit and loss  |                                  |                                  |
| Currency translation differences                                   | 55                               | -120                             |
| Available for sale financial assets                                | -3,293                           | -864                             |
| <b>Other comprehensive income after taxes</b>                      | <b>-3,238</b>                    | <b>-984</b>                      |
| <b>Comprehensive income for the reporting period</b>               | <b>5,855</b>                     | <b>9,053</b>                     |
| there of attributable to:  |                                  |                                  |
| - Shareholders of the parent company                               | 5,761                            | 8,860                            |
| - Non-controlling interests  | 94                               | 193                              |

| Statement of financial position<br>Assets (IFRS)              | 30 Sep 2015<br>unaudited<br>€ thou | 31 Dec 2014<br>audited<br>€ thou |
|---|------------------------------------|----------------------------------|
| <b>Non-current assets</b>                                     |                                    |                                  |
| Concessions, industrial property rights and similar rights    | 5,176                              | 5,691                            |
| Goodwill  | 1,816                              | 1,816                            |
| Advance payments  | 85                                 | 37                               |
| <b>Intangible assets</b>                                      | <b>7,077</b>                       | <b>7,544</b>                     |
| Land and buildings<br>including buildings on third-party land | 28,065                             | 28,586                           |
| Technical equipment and machinery                             | 16,597                             | 18,387                           |
| Other equipment, operating and office equipment               | 3,835                              | 4,092                            |
| Advance payments and assets under development                 | 3,633                              | 543                              |
| <b>Property, plant and equipment</b>                          | <b>52,130</b>                      | <b>51,608</b>                    |
| Investment securities   | 12,528                             | 9,507                            |
| Other loans   | 48                                 | 101                              |
| <b>Financial assets</b>                                       | <b>12,576</b>                      | <b>9,608</b>                     |
| <b>Deferred tax assets</b>                                    | <b>5,846</b>                       | <b>6,833</b>                     |
|   | <b>77,629</b>                      | <b>75,593</b>                    |
| <b>Current assets</b>   |                                    |                                  |
| Raw materials and supplies                                    | 7,067                              | 6,356                            |
| Work in progress  | 2,909                              | 2,613                            |
| Finished goods  | 9,092                              | 9,913                            |
| Advance payments  | 429                                | 1,344                            |
| <b>Inventories</b>  | <b>19,497</b>                      | <b>20,226</b>                    |
| Trade receivables   | 19,608                             | 20,560                           |
| Receivables from construction contracts                       | 32,152                             | 26,561                           |
| Other current assets  | 6,236                              | 4,586                            |
| <b>Trade receivables<br/>and other current assets</b>         | <b>57,996</b>                      | <b>51,707</b>                    |
| Gold and commodities  | 1,759                              | 1,724                            |
| Securities  | 12,897                             | 10,048                           |
| <b>Available-for-sale financial assets</b>                    | <b>14,656</b>                      | <b>11,772</b>                    |
| Cash in hand  | 12                                 | 16                               |
| Bank balances   | 28,595                             | 37,377                           |
| <b>Cash in hand, bank balances</b>                            | <b>28,607</b>                      | <b>37,393</b>                    |
|   | <b>120,756</b>                     | <b>121,098</b>                   |
| <b>Total assets</b>   | <b>198,385</b>                     | <b>196,691</b>                   |

| Statement of financial position<br>Equity and liabilities (IFRS) | 30 Sep 2015<br>unaudited<br>€ thou | 31 Dec 2014<br>audited<br>€ thou |
|--|------------------------------------|----------------------------------|
| <b>Equity</b>  |                                    |                                  |
| Issued capital   | 6,587                              | 6,600                            |
| Capital reserve  | 17,480                             | 17,779                           |
| Legal reserve  | 61                                 | 61                               |
| Retained earnings  | 52,610                             | 50,603                           |
| Non-controlling interests  | 3,580                              | 3,510                            |
|  | <b>80,318</b>                      | <b>78,553</b>                    |
| <b>Non-current liabilities</b>                                   |                                    |                                  |
| Liabilities to banks   | 23,199                             | 24,847                           |
| Trade payables   | 395                                | 395                              |
| Other liabilities  | 1,643                              | 1,887                            |
| Pension provisions   | 22,479                             | 22,386                           |
| Other provisions   | 624                                | 692                              |
| Deferred tax liabilities   | 3,162                              | 3,252                            |
|  | <b>51,502</b>                      | <b>53,459</b>                    |
| <b>Current liabilities</b>                                       |                                    |                                  |
| Liabilities to banks   | 10,075                             | 7,449                            |
| Advance payments received  | 6,963                              | 2,806                            |
| Trade payables   | 16,823                             | 19,637                           |
| Other liabilities  | 6,140                              | 7,137                            |
| Provisions with the nature of a liability                        | 10,022                             | 8,210                            |
| Tax provisions   | 1,386                              | 2,983                            |
| Other provisions   | 15,156                             | 16,457                           |
|  | <b>66,565</b>                      | <b>64,679</b>                    |
| <b>Total equity and liabilities</b>                              | <b>198,385</b>                     | <b>196,691</b>                   |

| Consolidated statement of cash flows<br>(unaudited)  | 1 Jan -<br>30 Sep 2015<br>€ thou | 1 Jan -<br>30 Sep 2014<br>€ thou |
|--|----------------------------------|----------------------------------|
| <b>1. Cash flow from operating activities</b>  |                                  |                                  |
| <b>Earnings before interest and taxes (EBIT)</b>   | <b>12,245</b>                    | <b>13,345</b>                    |
| <b>Adjustments for non-cash transactions</b>   |                                  |                                  |
| Write-downs on non-current assets  | 5,174                            | 4,639                            |
| Increase (+) / decrease (-) in provisions  | -1,131                           | -2,118                           |
| Gains (+) / Losses (-) from disposal of PPE  | 19                               | -32                              |
| Other non-cash expenses / income   | -206                             | -75                              |
|  | <b>3,856</b>                     | <b>1,113</b>                     |
| <b>Change in working capital:</b>  |                                  |                                  |
| Increase (-) / decrease (+) in inventories, trade receivables<br>and other assets          | -5,560                           | -11,861                          |
| Decrease (-) / increase (+) in trade payables<br>and other liabilities                     | 1,769                            | 5,682                            |
|  | <b>-3,791</b>                    | <b>-6,179</b>                    |
| Income taxes paid  | -3,015                           | -5,426                           |
| Interest received  | 388                              | 369                              |
|  | <b>-2,627</b>                    | <b>-5,057</b>                    |
| <b>Cash flow from operating activities</b>   | <b>9,683</b>                     | <b>3,222</b>                     |
| <b>2. Cash flow from investing activities</b>  |                                  |                                  |
| Investments (-) / divestments (+) intangible assets  | -24                              | -696                             |
| Investments (-) / divestments (+) property, plant and equipment                            | -5,205                           | -7,344                           |
| Investments (-) / divestments (+) financial assets   | 53                               | 446                              |
| Investments (-) / divestments (+) of available-for-sale financial<br>assets and securities | -9,198                           | -4,313                           |
| Cash from disposal of assets   | 30                               | 0                                |
| <b>Cash flow from investing activities</b>   | <b>-14,344</b>                   | <b>-11,907</b>                   |
| <b>3. Cash flow from financing activities</b>  |                                  |                                  |
| Profit distribution to shareholders  | -3,754                           | -3,630                           |
| Payments to Non-Controlling Interests  | -24                              | -90                              |
| Share buy back programme   | -312                             | 3,528                            |
| Proceeds from borrowing financial loans  | 2,230                            | 3,084                            |
| Repayments of financial loans  | -1,252                           | 0                                |
| Interest payments  | -973                             | -855                             |
| <b>Cash flow from financing activities</b>   | <b>-4,085</b>                    | <b>2,037</b>                     |
| <b>Cash and cash equivalents at end of period</b>  |                                  |                                  |
| Change in cash and cash equivalents<br>(Subtotal 1-3)                                      | -8,746                           | -6,648                           |
| Effects of changes in foreign exchange rates (non-cash)                                    | -40                              | 28                               |
| Cash and cash equivalents at start of reporting period                                     | 37,393                           | 36,703                           |
| <b>Cash and cash equivalents at end of period</b>  | <b>28,607</b>                    | <b>30,083</b>                    |
| <b>Composition of cash and cash equivalents</b>  |                                  |                                  |
| Cash in hand   | 12                               | 16                               |
| Bank balances  | 28,595                           | 30,067                           |
| <b>Reconciliation to liquidity reserve on 30 Sep</b>                                       |                                  |                                  |
| Cash and cash equivalents at end of period   | 28,607                           | 30,083                           |
| Gold   | 1,759                            | 1,698                            |
| Securities   | 25,425                           | 19,876                           |
| <b>Liquidity reserve on 30 Sep</b>   | <b>55,791</b>                    | <b>51,657</b>                    |

| Statement of changes in consolidated equity (unaudited) |                |                 |               |                                 |                                     |                 |                               |                                 |                           |                     |
|---|----------------|-----------------|---------------|---------------------------------|-------------------------------------|-----------------|-------------------------------|---------------------------------|---------------------------|---------------------|
|   | Issued capital | Capital reserve | Legal reserve | Currency translation difference | Retained earnings                   |                 |                               | Share of shareholders of MBB SE | Non-controlling interests | Consolidated equity |
|   | € thou         | € thou          | € thou        | € thou                          | Available for sale financial assets | Pension reserve | Generated consolidated equity | € thou                          | € thou                    | € thou              |
| <b>1 Jan 2014</b>                                       | <b>6,456</b>   | <b>14,395</b>   | <b>61</b>     | <b>-218</b>                     | <b>1,179</b>                        | <b>6</b>        | <b>43,057</b>                 | <b>64,936</b>                   | <b>2,853</b>              | <b>67,789</b>       |
| Payments to shareholders                                | 0              | 0               | 0             | 0                               | 0                                   | 0               | -3,630                        | -3,630                          | -93                       | -3,723              |
| <b>Subtotal</b>   | <b>6,456</b>   | <b>14,395</b>   | <b>61</b>     | <b>-218</b>                     | <b>1,179</b>                        | <b>6</b>        | <b>39,427</b>                 | <b>61,306</b>                   | <b>2,760</b>              | <b>64,066</b>       |
| Amounts recognised in other comprehensive income        | 0              | 0               | 0             | 0                               | 266                                 | -2,693          | 0                             | -2,427                          | -15                       | -2,442              |
| Currency translation difference                         | 0              | 0               | 0             | -398                            | 0                                   | 0               | 0                             | -398                            | 31                        | -367                |
| Consolidated net profit                                 | 0              | 0               | 0             | 0                               | 0                                   | 0               | 13,199                        | 13,199                          | 569                       | 13,768              |
| <b>Total comprehensive income</b>                       | <b>0</b>       | <b>0</b>        | <b>0</b>      | <b>-398</b>                     | <b>266</b>                          | <b>-2,693</b>   | <b>13,199</b>                 | <b>10,374</b>                   | <b>585</b>                | <b>10,959</b>       |
| Non-Controlling Interests Hanle Tissue                  | 0              | 0               | 0             | 0                               | 0                                   | 0               | -165                          | -165                            | 165                       | 0                   |
| Sale of treasury shares                                 | 144            | 3,384           | 0             | 0                               | 0                                   | 0               | 0                             | 3,528                           | 0                         | 3,528               |
| <b>31 Dec 2014</b>                                      | <b>6,600</b>   | <b>17,779</b>   | <b>61</b>     | <b>-616</b>                     | <b>1,445</b>                        | <b>-2,687</b>   | <b>52,461</b>                 | <b>75,043</b>                   | <b>3,510</b>              | <b>78,553</b>       |
| Payments to shareholders                                | 0              | 0               | 0             | 0                               | 0                                   | 0               | -3,754                        | -3,754                          | -24                       | -3,778              |
| <b>Subtotal</b>   | <b>6,600</b>   | <b>17,779</b>   | <b>61</b>     | <b>-616</b>                     | <b>1,445</b>                        | <b>-2,687</b>   | <b>48,707</b>                 | <b>71,289</b>                   | <b>3,486</b>              | <b>74,775</b>       |
| Amounts recognised in other comprehensive income        | 0              | 0               | 0             | 0                               | -3,293                              | 0               | 0                             | -3,293                          | 0                         | -3,293              |
| Currency translation difference                         | 0              | 0               | 0             | 107                             | 0                                   | 0               | 0                             | 107                             | -52                       | 55                  |
| Consolidated net profit                                 | 0              | 0               | 0             | 0                               | 0                                   | 0               | 8,947                         | 8,947                           | 146                       | 9,093               |
| <b>Total comprehensive income</b>                       | <b>0</b>       | <b>0</b>        | <b>0</b>      | <b>107</b>                      | <b>-3,293</b>                       | <b>0</b>        | <b>8,947</b>                  | <b>5,761</b>                    | <b>94</b>                 | <b>5,855</b>        |
| Treasury shares   | -13            | -299            | 0             | 0                               | 0                                   | 0               | 0                             | -312                            | 0                         | -312                |
| <b>30 Sep 2015</b>                                      | <b>6,587</b>   | <b>17,480</b>   | <b>61</b>     | <b>-509</b>                     | <b>-1,848</b>                       | <b>-2,687</b>   | <b>57,654</b>                 | <b>76,738</b>                   | <b>3,580</b>              | <b>80,318</b>       |

## Notes to the interim consolidated financial statements

### Accounting

The interim financial report of the MBB Group for the period 1 January to 30 September 2015 was prepared on the basis of the International Financial Reporting Standards (IFRS) published by the International Accounting Standards Board (IASB) as adopted in the EU. It was prepared in accordance with IAS 34.

### Accounting policies

The accounting policies adopted are the same as those applied in preparing the consolidated financial statements as at 31 December 2014. The preparation of the financial statements is influenced by accounting policies and assumptions and estimates affecting the amount and reporting of recognised assets, liabilities, contingent liabilities and income and expense items. Matters relating to revenue are deferred intra-year.

### Segment reporting

The management of the MBB Group classifies the segments as reported in the interim Group management report.

| 1 Jan - 30 Sep 2015<br>(unaudited) | Technical<br>Applications | Industrial<br>Production | Trade &<br>Services | Recon-<br>ciliation | Group          |
|------------------------------------|---------------------------|--------------------------|---------------------|---------------------|----------------|
|                                    | € thou                    | € thou                   | € thou              | € thou              | € thou         |
| Revenue from third parties         | 101,028                   | 60,480                   | 25,063              | 0                   | 186,571        |
| Other segments                     | 11                        | 69                       | 158                 | -238                | 0              |
| <b>Total revenue</b>               | <b>101,039</b>            | <b>60,549</b>            | <b>25,221</b>       | <b>-238</b>         | <b>186,571</b> |
| <b>Earnings (EBIT)</b>             | <b>7,457</b>              | <b>2,352</b>             | <b>-187</b>         | <b>2,623</b>        | <b>12,245</b>  |
| Amortisation and depreciation      | 1,942                     | 2,227                    | 973                 | 32                  | 5,174          |
| Investments                        | 963                       | 3,424                    | 842                 |                     |                |
| <b>Segment assets</b>              | <b>71,563</b>             | <b>51,355</b>            | <b>10,055</b>       |                     |                |
| <b>Segment liabilities</b>         | <b>58,303</b>             | <b>15,430</b>            | <b>3,962</b>        |                     |                |

| 1 Jan - 30 Sep 2014<br>(unaudited) | Technical<br>Applications | Industrial<br>Production | Trade &<br>Services | Recon-<br>ciliation | Group          |
|------------------------------------|---------------------------|--------------------------|---------------------|---------------------|----------------|
|                                    | € thou                    | € thou                   | € thou              | € thou              | € thou         |
| Revenue from third parties         | 102,148                   | 46,073                   | 24,654              | 0                   | 172,875        |
| Other segments                     | 77                        | 130                      | 195                 | -402                | 0              |
| <b>Total revenue</b>               | <b>102,225</b>            | <b>46,203</b>            | <b>24,849</b>       | <b>-402</b>         | <b>172,875</b> |
| <b>Earnings (EBIT)</b>             | <b>8,710</b>              | <b>5,242</b>             | <b>31</b>           | <b>-638</b>         | <b>13,345</b>  |
| Amortisation and depreciation      | 1,808                     | 1,954                    | 844                 | 33                  | 4,639          |
| Investments                        | 1,510                     | 4,827                    | 849                 |                     |                |
| <b>Segment assets</b>              | <b>75,858</b>             | <b>50,477</b>            | <b>7,672</b>        |                     |                |
| <b>Segment liabilities</b>         | <b>55,605</b>             | <b>12,285</b>            | <b>3,150</b>        |                     |                |

Segment liabilities do not include any liabilities from taxes, finance lease liabilities or liabilities to banks.

### Dividend

The dividend of €3.75 million for the 2014 financial year (€0.57 per entitled share) was paid on 1 July 2015.

### **Changes in contingent liabilities**

There were no changes in contingent liabilities as against 31 December 2014.

### **Related party transactions**

Business transactions between fully consolidated Group companies and unconsolidated Group companies are conducted at arm's-length conditions.

### **Events after the end of the reporting period**

On 19 November 2015 MBB Technologies GmbH, a 100% subsidiary of MBB SE, acquired 75% of Aumann GmbH, Espelkamp, Aumann Berlin GmbH, Hennigsdorf, and Wojtynia Immobilien GmbH, Espelkamp, from its sole managing partner Ingo Wojtynia.

Aumann is a leading manufacturer of systems for coil winding of electric motors and for e-mobility. The companies of the Aumann Group will strengthen the Technical Application Segment.

### **Review**

The condensed interim consolidated financial statements as at 30 September 2015 and the interim Group management report were neither audited in accordance with section 317 of the German Commercial Code (HGB) nor reviewed by an auditor.

### **Responsibility statement**

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the consolidated interim financial statements give a true and fair view of the net assets, financial position and results of operations of the Group, and the interim management report of the Group includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group for the remaining months of the financial year.

Berlin, 30 November 2015

The Executive Management

## Financial Calendar

### End of the financial year

31 December 2015

We would like to take this opportunity to mention our **RSS feed**, with which you can subscribe to and read the latest news from the company on your computer screen free of charge. This is a quick and convenient way of staying up-to-date: [www.mbb.com/RSS](http://www.mbb.com/RSS).

We would also like to draw your attention to our **MBB newsletter**, which you can subscribe to at [www.mbb.com/newsletter](http://www.mbb.com/newsletter). You will then always receive the latest news from MBB SE by e-mail.

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## Legal notice

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