

**H1**

**HALF-YEAR REPORT**  
FOR THE PERIOD FROM  
1 JANUARY TO 30 JUNE 2021

## AT A GLANCE

### GROUP KEY FIGURES

in KEUR

|                                       | <u>01/01–30/06/2021</u> | <u>01/01–30/06/2020</u> |
|---------------------------------------|-------------------------|-------------------------|
| Revenue                               | 64,708                  | 52,212                  |
| Gross profit                          | 25,013                  | 19,052                  |
| Gross profit margin                   | 38.7%                   | 36.5%                   |
| EBITDA                                | 7,913                   | 2,297                   |
| EBIT                                  | 5,914                   | -4,288                  |
| Consolidated net income               | 4,437                   | -5,322                  |
| Operating cashflow after income taxes | 2,646                   | 4,039                   |
| Employees (average)                   | 324                     | 390                     |

|                            | <u>30/06/2021</u> | <u>31/12/2020</u> |
|----------------------------|-------------------|-------------------|
| Total assets               | 97,619            | 96,684            |
| Equity                     | 65,202            | 64,079            |
| Equity ratio               | 66.8%             | 66.3%             |
| Cash and cash equivalents* | 12,560            | 34,718            |

### STEMMER IMAGING IN FIGURES



**Order intake:  
EUR 82.8 million**



**EUR 0.68 earnings  
per share**



**66.8 per cent Equity ratio**



**>5,000 customers**



**324 employees,  
70 per cent with a  
technical background**



**15 subsidiaries  
and represented  
in >20 countries**



**This report and results from previous  
fiscal years in English language versions  
are available for you to download at  
[www.stemmer-imaging.com](http://www.stemmer-imaging.com)**

\* incl. short-term loan to PRIMEPULSE SE in the amount of 19,654

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## LETTER TO SHAREHOLDERS



*The STEMMER IMAGING AG Executive Board:  
Uwe Kemm (COO) and Arne Dehn (CEO)*

### **DEAR SHAREHOLDERS, DEAR READER,**

This half-year report clearly shows how our focus on growth and the continuous improvement of our strategic positioning has produced a solid business result.

We succeeded in taking the positive trend from the first quarter and building on it in the second quarter of the year and we have once again surpassed our performance from the previous quarter in a range of important key figures. The robust increase in our order intake to EUR 82.8 million, representing a rise of 56 per cent compared to the same period of the previous year, is a particular highlight. In the first half of the fiscal year, we were able to generate revenue of EUR 64.7 million, up 24 per cent compared to the same period of the previous year, and thereby enabling us to achieve a good ratio of order intake to revenue of 1.3. This makes us optimistic about the second half of 2021 and beyond. EBITDA rose by 245 per cent to a very satisfactory level of EUR 7.9 million in a year-on-year comparison. Supported by the strong order backlog and based on current estimates for the second half of the year, we raised our revenue and earnings forecast for 2021 as a whole on 21 July 2021. We now expect revenue of between EUR 123 million and EUR 131 million and EBITDA of between EUR 12.2 million and EUR 15.4 million for 2021.

Our efforts, especially in the exceptional conditions of the past year, are therefore showing good results. Even though the market situation itself has improved considerably, these are the results of consistent work. Our persistent focus on ongoing market development, particularly at times when perseverance in project development was required, translated into important strategic project successes in the first half of the year. It is particularly important for us that we continue pursuing growth in the target markets set out in our corporate strategy. We would like to take the opportunity here to emphasise that we were once again able to expand our business to a greater-than-average extent with end customers as well as in the field of artificial vision – the business in the area of non-industrial applications. Our focus remains equally centred on industrial applications, a fact demonstrated by our excellent performance in the automotive sector, where we have managed to successfully adopt strategic growth topics such as e-mobility.

The increasingly difficult supply situation coupled with the ongoing shortage of raw materials and intermediate products presented us with new challenges in the second quarter. Long-standing partnerships with our suppliers and close coordination with our customers give us a competitive advantage in the market, even in this challenging environment, the extent of which is unprecedented. The broad base of our portfolio gives us a high degree of flexibility to be able to react to temporary supply shortages. At the same time, customers have been able to benefit from the advantage that our stock of secured warehouses guarantees supply for a manageable period of time at the very least. This is an exemplary service we offer that has a clear benefit for our customers and which is very worthwhile. We thus underline how STEMMER IMAGING gives its customers a real competitive advantage with the services it offers. Expanding the range of these and other added-value services also helped drive the increase in our gross margin to 38.7 per cent in the first half of the year, again highlighting just how much customers appreciate this added value.

The first half of the year continued to be shaped by work to streamline processes within the organisation, further automate them and focus together on our operational and strategically important topics. It is through this work that we are able to find ways to increase efficiency, a fact ultimately reflected in the quality of our results.

Taken together, all these factors mean that we are able to achieve our mid-term target of having an unadjusted EBITDA margin of over 10 per cent for the first time in the period from January to June 2021. We see this as confirmation that the clear focus on implementing our strategic roadmap is bearing fruit, encouraging us to remain true to this course of action. We have been able to respond with flexibility to the challenges faced over the past few months and will continue to do so in the future. The ever-growing reach of digitalisation and the constant focus on sustainability matters have been added as focal points that we consider essential in order to be able to successfully meet the challenges of the future. The growing level of buoyancy in the market fills us with hope and motivates us as a company to take advantage of the many opportunities that arise in the context of digitalisation and automation with the help of machine vision technology.

On behalf of the Executive Board and the entire management team, we would like to thank each and every one of our employees for their outstanding commitment in these challenging times.

Let us all look ahead to the future with optimism.



**Arne Dehn**  
Chief Executive Officer



**Uwe Kemm**  
Chief Operating Officer

## STEMMER IMAGING ON THE CAPITAL MARKET

### CAPITAL MARKET ENVIRONMENT

Developments on national and international stock exchanges in the first half of 2021 continued to be guided by the global reach of the Covid-19 pandemic, nevertheless, stock markets performed much better than in the same period of 2020. Europe's economy experienced a noticeable recovery, in spite of a fresh wave of lockdowns and virus mutations coming in from abroad, thanks to the growing number of people of getting vaccinated.

The DAX rose by 13.2 per cent at the end of the reporting period compared to the closing price on 30 December 2020 (13,718.78 points). The DAX started the first half of the 2021 trading year on 4 January 2021 at 13,890.22 points and closed the reporting period on 30 June at 15,531.04 points. STEMMER IMAGING's comparable technology stock index (TecDAX) increased by 10.9 per cent in the reporting period.

### SHARE INFORMATION

|                        |   |
|------------------------|---|
| Exchange market        | Xetra, Frankfurt, Berlin, Düsseldorf, Hamburg, Munich, Stuttgart, Tradegate |
| Symbol                 | S9I   |
| Total number of shares | 6,500,000   |
| Share capital          | EUR 6,500,000   |
| ISIN                   | DE000A2G9MZ9  |
| WKN                    | A2G9MZ  |
| Market segment         | Regulated Market  |
| Transparency level     | Prime Standard  |
| Designated sponsor     | Hauck & Aufhäuser Privatbankiers AG   |

The STEMMER IMAGING AG share opened at a price of EUR 20.50 on 4 January 2021 and closed at EUR 26.70 on 30 June 2021. This corresponds to a rise of 26.7 per cent compared to the closing price of EUR 21.08 on 30 December 2020. The high for the reporting period was EUR 29.10 on 14 June 2021, while the low came in at EUR 19.50 on 7 January 2021. Based on the closing price of EUR 26.70 on 30 June 2021, STEMMER IMAGING AG's market capitalisation was EUR 173.55 million with a total of 6,500,000 shares issued (30 December 2020: EUR 137.0 million with the same number of shares and a price of EUR 21.08 (all figures based on Xetra prices).

## SHARE: PRICE PERFORMANCE AND TRADING VOLUME

### SHARE PRICE FROM JANUARY TO END OF JUNE 2021



The average daily trading volume was 5,004 shares in the first half of 2021, compared to 8,898 shares in the first half of 2020.

## SHARE PERFORMANCE

|                       |                    |                    |
|-----------------------|--------------------|--------------------|
| Opening price         | 4 January 2021     | EUR 20.50          |
| Low                   | 7 January 2021     | EUR 19.50          |
| High                  | 14 June 2021       | EUR 29.10          |
| Closing price         | 30 June 2021       | EUR 26.70          |
| Market capitalisation | As of 30 June 2021 | EUR 173.55 million |

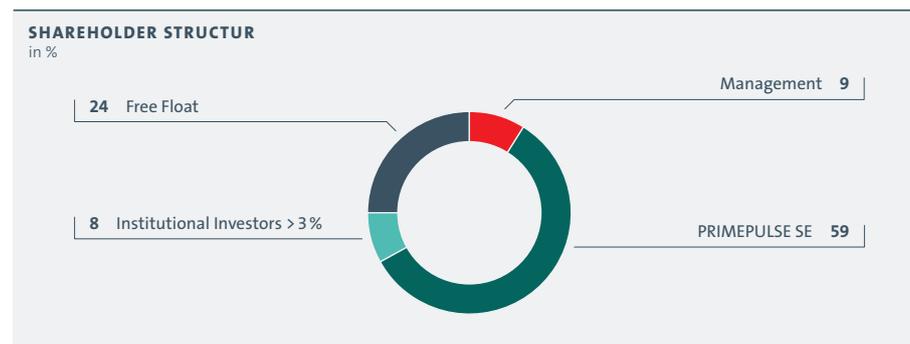
## ANNUAL GENERAL MEETING

On 9 June 2021, the Executive Board of STEMMER IMAGING AG informed the shareholders at the second virtual Annual General Meeting about the course of the 2020 fiscal year and responded to their questions. When the vote was taken, 83.4 per cent of the share capital was represented. The shareholders expressed their satisfaction with the company's development and adopted the proposed resolutions of the Executive Board and Supervisory Board by a large majority. This included a resolution on the appropriation of retained profit. A dividend of EUR 0.50 per eligible share was paid out to shareholders for the 2020 fiscal year.

The results of the votes taken at the Annual General Meeting may be viewed at [www.stemmer-imaging.com/Hauptversammlung](http://www.stemmer-imaging.com/Hauptversammlung).

## SHAREHOLDER STRUCTURE

The company has a balance between free float and the majority holding of a strategic anchor investor. As of 30 June, 24.0 per cent of the shares were in free float. The largest shareholder of STEMMER IMAGING AG is PRIMEPULSE SE, which holds 59.0 per cent of the voting rights. The Management held 9.0 per cent of the shares as at the same date.



## ANALYST RESEARCH

The shares of STEMMER IMAGING AG have been listed in the Prime Standard of the Frankfurt Stock Exchange since 10 May 2019 and are regularly evaluated by qualified securities analysts. The share is currently covered by Hauck & Aufhäuser Privatbankiers, Warburg Research and Berenberg Bank. All three analysts take a positive view of the medium and long-term potential of STEMMER IMAGING AG and have largely made a Buy recommendation with an average price target of EUR 34.34, as shown in the current analyst recommendations for the STEMMER IMAGING share as of 22 July 2021.

## ANALYST EVALUATIONS

| Publisher                  | Date       | Recommendation | Target price |
|----------------------------|------------|----------------|--------------|
| Hauck & Aufhäuser Research | 25/06/2021 | Buy            | EUR 38.00    |
| Berenberg Research         | 14/05/2021 | Hold           | EUR 29.00    |
| Warburg Research           | 22/07/2021 | Buy            | EUR 36.00    |

More detailed information is available to potential investors at [www.stemmer-imaging.com](http://www.stemmer-imaging.com) under Investor Relations/Share.

## INVESTOR RELATIONS ACTIVITIES

During the reporting period, the Executive Board informed investors and analysts among others about the performance of STEMMER IMAGING AG at the virtual German Spring Conference.

## ACTIVITIES

|                  |   |
|------------------|---|
| 22 February 2021 | Publication of the preliminary figures for the 2020 fiscal year               |
| 2 March 2021     | Berenberg Industrial Technologies Conference, virtual                         |
| 24 March 2021    | Publication of the consolidated financial statements for the 2020 fiscal year |
| 11 May 2021      | Publication of Q1/3M 2021 interim report                                      |
| 17 – 19 May 2021 | German Spring Conference, virtual   |
| 9 June 2021      | Virtual Annual General Meeting  |

In addition, the Executive Board maintained close contact with investors, analysts and the financial and business press. The Investor Relations section of the STEMMER IMAGING AG website ([stemmer-imaging.com/investors](http://stemmer-imaging.com/investors)) – provides a comprehensive insight into the company's performance, the latest news and a summary of upcoming events.

Hauck & Aufhäuser Privatbankiers AG acted as a designated sponsor in the first half of the fiscal year and ensured the continuous tradability of the STEMMER IMAGING share by posting binding buy and sell offers.

 The **financial calendar** with all dates until the end of the year can be found on page 30.

# CONSOLIDATED INTERIM MANAGEMENT REPORT

## ECONOMIC REPORT

### GENERAL ECONOMIC ENVIRONMENT

The global economic recovery under way since the middle of last year continued apace in the first half of 2021. The IMF currently forecasts global economic growth of 6 per cent for 2021. Reasons for this include additional monetary policy support being provided in a number of large economies, the anticipated recovery as a result of more people being vaccinated, and the ongoing adjustment of economic activity.

The economy performed better in industrialised countries, with the slowdown being more noticeable in the emerging markets.

According to its recently published 2021 summer forecast, the European Commission expects business activity in the EU and the euro area to increase by 4.8 per cent, and 3.6 per cent in Germany.

The expectation is that rising energy and commodity prices, production bottlenecks brought on by capacity problems and the shortages being experienced for numerous construction components and commodities paired with strong demand at home and abroad this year will fuel inflation. This is why inflation in the EU is now forecast to reach an average of 2.2 per cent this year, falling slightly to 1.9 per cent for the euro area in 2021.

While Germany's economic performance in the first quarter of 2021 was less-than-impressive, early signs of a recovery could be seen in the retail, hospitality and tourism industries, as well as stabilisation in the manufacturing industry during April, May and June. However, supply shortages were largely responsible for dampening expectations, causing production problems in the construction, engineering and processing industries.

### SECTOR DEVELOPMENT

2020 was overall a negative year for the robotics and automation industry, particularly in light of the coronavirus pandemic, despite the fact that the decline in revenue both at home and abroad was less severe than originally expected, coming in at minus 18 per cent.

Based on the current industry data presented by the German Mechanical Engineering Industry Association (VDMA) for the first six months of the current year, the robotics and automation sector saw market growth of 6 per cent.

As regards the industrial machine vision industry, the VDMA expects market growth for Germany for machine vision to reach 1 per cent and an increase in order intake of 19 per cent for the first six months of 2021. The VDMA anticipates growth of 2 per cent and a decline in order intake of minus 3 per cent for the European market.

Note: The statements of the German Mechanical Engineering Industry Association still contain estimates at the time of publication and are merely preliminary figures.

## NET ASSETS AND FINANCIAL POSITION

The total assets of the STEMMER IMAGING Group amounted to EUR 97.62 million as at 30 June 2021, a slight increase compared to 31 December 2020 (EUR 96.68 million).

Non-current assets went down to EUR 32.68 million as at 30 June 2021 (31 December 2020: EUR 34.26 million). The decrease was caused by the depreciation and impairment of property, plant and equipment and intangible assets, including the value of leases, in accordance with IFRS 16. These were only countered by a low level of investment.

Trade receivables rose from EUR 15.11 million to EUR 18.12 million as a result of the positive development of revenue.

Inventories were also built up in the course of the second quarter of the 2021 fiscal year to EUR 12.54 million (31 December 2020: EUR 11.05 million) with a view to counteracting potential supply shortages.

Equity totalled EUR 65.20 million as at 30 June 2021 (31 December 2020: EUR 64.08 million). The equity ratio came to 66.8 per cent, meaning that it has risen despite dividends being paid out in the reporting period (31 December 2020: 66.3 per cent).

Non-current liabilities came to EUR 8.61 million as at 30 June 2021 (31 December 2020: EUR 10.01 million). The decline is attributable to the fact that a repayment of EUR 1.00 million was made to the long-term bank loan and that non-current liabilities related to finance leases changed by EUR –0.28 million.

Current liabilities of EUR 22.60 million increased to EUR 23.80 million, primarily due to the increase in current trade payables of EUR 1.27 million.

Operating cash flow came to EUR 2.65 million in the first half of the 2021 fiscal year (1 January to 30 June 2020: EUR 4.04 million). The increase in working capital is largely due to the additional revenue generated as part of the economic recovery and the increase in inventories made by building up stocks to ward off potential supply shortages in the future. All this means that cash flow from operating activities did not develop as positively as it did in the same period of the previous year.

Cash flow from investing activities came to EUR –19.72 million (1 January to 30 June 2020: EUR –0.27 million), a fact primarily attributable to the current loan made to PRIMEPULSE SE (EUR 19.65 million).

Cash flow from financing activities was affected by paying out EUR 3.25 million in dividends to shareholders (1 January to 30 June 2020: EUR 0 million), making repayments on the bank loan and on finance lease liabilities amounting to EUR 1.91 million (1 January to 30 June 2020: EUR 2.07 million). Net debt came to EUR –6.06 million (incl. short-term loan to PRIMEPULSE SE in the amount of EUR 19.65 million).

## RESULTS OF OPERATIONS

The second quarter of 2021 was clearly characterised by the path of recovery seen in the second half of 2020 and the first quarter of this fiscal year, and thus by an ever-growing level of economic activity. The gathering pace of economic growth was therefore a feature of the entire first half of the year, resulting in strong business figures.

At EUR 47.22 million, the record level of order intake experienced in the second quarter of 2021 was 32.6 per cent above that of the previous quarter. The figures for the first half of the year also rose strongly, coming in at EUR 82.83 million (1 January to 30 June 2020: EUR 53.20 million).

The revenue generated by STEMMER IMAGING in the second quarter of 2021 was again up on the previous quarter (1 January to 31 March 2021: EUR 31.73 million) by 4.0 per cent, rising by 43.5 per cent to EUR 32.98 million compared to 2020 (1 April to 30 June 2020: EUR 22.98 million). As a result, in a six-month comparison revenue was up significantly (23.9 per cent) over the first half of 2020 (1 January to 30 June 2020: EUR 52.21 million) at EUR 64.71 million.

Thanks to the increasing business recovery, nearly all subsidiaries saw revenue up on the first half of 2020. Of particular note in the second quarter of 2021 is the revenue development in Germany, France and the Iberica and Nordics regions. Brexit resulted in revenue shifts at the start of the year in particular, yet it was possible to compensate for this development in the course of the first half of the year.

The machine vision industry was not spared the difficulties being faced by the global supply situation with the persistent shortage of raw materials and preliminary products. Having already been felt in the first quarter, shortages in the procurement of electronic components and materials intensified throughout the first half of the year, preventing an even robust upswing and causing delivery delays in some cases during the first half of the year. Appropriate measures were taken in procurement, warehousing and order processing to offset this effect.

At 38.2 per cent, the gross profit margin in the second quarter of 2021 was slightly below the level of the previous quarter (39.2 per cent), showing signs of a strong upward trend compared to the second quarter of 2020 (35.9 per cent) and the second half of 2020 (37.1 per cent). The gross profit margin benefited here from the additional revenue generated by value-added services, an altered revenue structure in favour of high-margin regions and more favourable market conditions generally. There were no major effects pushing costs up to be seen in the first half of the year as a result of the global supply shortages, and any that were incurred could be passed on to the market. For the second half of the year, the company is counting on corresponding price increases to counter the pressure on margins.

Personnel expenses came to EUR 13.01 million in the first six months of the 2021 fiscal year (1 January to 30 June 2020: EUR 11.86 million). The year-on-year increase is attributable in particular to the fact that temporary cost-saving measures were introduced in the previous year in response to the first wave of the Covid-19 pandemic and the effect of employees voluntarily waiving their pay was felt. Despite the rise in personnel expenses in absolute terms, the personnel expense ratio improved to 20.1 per cent thanks to the sharp rise in revenue (1 January to 30 June 2020: 22.7 per cent). Personnel expenses in the previous year's period include government grants provided to support short-time work measures and other similar government grants.

Other operating expenses amounted to EUR 5.37 million (1 January to 30 June 2020: EUR 6.16 million). The present year remains characterised by a low level of activity for travel and trade fair expenses, as well as a generally low cost level caused by market conditions and sound cost management. The foreign exchange result in particular saw a year-on-year improvement to EUR 0.32 million (1 January to 30 June 2020: EUR –0.80 million) thanks to the Mexican peso and the Brazilian real experiencing a stable exchange rate development. Expenses in the first half of 2021 also contain, as already reported in the supplementary report of the Annual Report 2020, one-time expenses amounting to EUR 1.04 million.

EBITDA came to EUR 7.91 million in the first half of the 2021 fiscal year (EBITDA margin: 12.2 per cent), a significant increase compared to the figure from the previous year of EUR 2.30 million (EBITDA margin: 4.4 per cent) and within the mid-term target set of having an EBITDA margin >10 per cent. The primary factors behind the substantial year-on-year improvement include, as already explained, the sharp rise in revenue, the considerable improvement in the gross margin and the stable cost situation. Operating earnings (EBIT) came to EUR 5.91 million for the first six months of the year (1 January to 30 June 2020: EUR –4.29 million). The EBIT margin went up from –8.2 per cent in the previous year to 9.1 per cent. The financial result came to EUR –0.02 million in the first half of 2021 and mostly comprised income from the loan to PRIMEPULSE SE and expenses for the loan taken out with UniCredit Bank AG. The consolidated net income of the STEMMER IMAGING Group came to EUR 4.44 million for the first half of the 2021 fiscal year (1 January to 30 June 2020: EUR –5.32 million).

## RISK AND OPPORTUNITIES REPORT

The risk and opportunities management system in place at STEMMER IMAGING concentrates on detecting and evaluating on an ongoing basis potential risks and opportunities facing the company.

Material risks that are currently relevant for STEMMER IMAGING comprise both market and industry-related risks as well as business-related risks and those linked to the Covid-19 pandemic.

Opportunities can be found in the fields of Products & Markets, Acquisitions & Mergers, Processes & Technology and Compliance, as well as in connection with the Covid-19 pandemic.

Keeping the risk matrix up-to-date is an integral part of corporate governance, as this matrix is used to detect, analyse and evaluate risks. The result of updating this matrix on a regular basis is that new risks and opportunities can be detected, while at the same time making it possible to derive risk avoidance measures as well as ways of tapping new potential.

No new risks of any significance were detected in the past reporting period which go beyond the scope of the risks already described in the 2020 Annual Report. Some modifications were, however, made to the risk system to reflect changes in how risks are evaluated.

There were material changes here in the areas of supplier dependency & product risks, risks attributable to the skills shortage and those attributable to the Covid-19 pandemic.

Shortages in the supply of electronic components and preliminary products becoming evident to a growing extent in the course of the first quarter of 2021 meant that the risk evaluation for supplier dependency & product risks was modified, with other immediate measures being taken to minimise risks, such as those to proactively manage shortages and for active escalation management.

The way in which risks attributable to skills shortage are evaluated was changed to reflect the growing level of volatility on the labour market. The aim of STEMMER IMAGING is to be an attractive employer, to train key employees and keep them in the company over the long term and secure the broadest base possible for the relevant know-how. It is to this end that established measures such as management and specialist training courses, structured succession planning and the company's employer branding programme should be further pursued and expanded.

The business-related risks have been expanded in the area of compliance to include the aspect of cybercrime. STEMMER IMAGING sees, for example, various methods of attack on business secrets and data security with the aim of causing (financial) damage to the company as a current and relevant risk. Current risk prevention measures include the expansion of internal controls, the introduction of media changes in approval processes and regular employee training.

The risk of negative effects caused by the Covid-19 pandemic is believed to be lower now than it was the case when the 2020 Annual Report was prepared. Although there is still uncertainty surrounding its future progression, STEMMER IMAGING takes the view that the risk is much lower than in the previous year. The reasons for this are the vaccine-related recovery and normalisation of economic activity.

Other risks that STEMMER IMAGING is currently unaware of or those that are currently deemed to be of minor significance may also have an impact on the company's future business performance. No risks have been detected at present that pose an existential threat to the company, either on their own or in combination with other risks.

STEMMER IMAGING believes that, aside from the risks, there are many opportunities to achieve a sustainably positive business performance. As it is the case with the change in how risks are evaluated, the scope of potential opportunities has changed compared with the information presented in the 2020 Annual Report.

By reacting swiftly to the looming shortage of supply of certain components, STEMMER IMAGING sees a golden opportunity to boost and build on its market position and improve its ability to compete with measures such as timely procurement, proactive supplier management and alternative sourcing.

Opportunities related to the measures put in place to deal with the growing skills shortage might include having better access to suitable candidates on the market and securing the long-term loyalty of employees. Setting priorities by modifying the way in which risks are evaluated opens the door to improving the focus on opportunities to attract and retain employees.

The success of STEMMER IMAGING's future business performance is predicated on taking full advantage of potential opportunities. The potential opportunities have been presented in a way that reflects the company's current opinion and are subject to change on an on-going basis, which means that as yet unidentified opportunities could become more significant in a short space of time. This makes identifying and evaluating current potential opportunities a key element in efforts to harness these.

## REPORT ON EXPECTED DEVELOPMENTS

### FUTURE ECONOMIC AND SECTOR DEVELOPMENT

According to the OECD, the global economy is currently in the process of recovering from the impact of the coronavirus pandemic, though the extent of this recovery differs from country to country. While highly developed economies have had success in rolling the vaccine out to their respective populations, this very strategy represents a major problem in many emerging markets. The assumption is that current and future outbreaks of the virus will force weaker economies to maintain strict protective measures for the sake of public health.

The OECD expects the recovery to pick up pace during the second half of the year in particular, and that the global economy will grow. It has calculated that global economic performance in the present year will increase by 5.8 per cent and by 4.5 per cent in 2022. In this scenario, the GDP of the euro area is expected to rise by 4.3 per cent. The experts expect US economic output to increase by 7.0 per cent.

According to the VDMA Robotics + Automation Association (VDMA R+A), the robotics and automation sector in Germany is also back on track for growth, having close ties to the industrial machine vision business. Pent-up demand is the driving factor here, with investments having been postponed during the pandemic now filling order books, coupled with societal trends towards climate neutrality and the conservation of resources creating new business. Putting the brakes on this positive development are the supply shortages being experienced for key components. VDMA R+A now expects revenue growth of 11.0 per cent for 2021, an increase over the original assumption of 6.0 per cent for global growth.

### FORECAST FOR THE STEMMER IMAGING GROUP

The positive development seen in the second half of 2020 and the first quarter of 2021 continued in the second quarter of the year.

Despite the worsening global supply situation seen in the second quarter, the company was able to capitalise on robustly positive market trends and the fact that it had successfully shifted its strategic position to focus on value-added services in industrialised and non-industrialised end markets. Earnings improved thanks both to the above-average development in revenue and gross margin and to the combination of low costs due to market conditions and good cost management.

Coupled with the positive figures achieved in the first half of the year, STEMMER IMAGING believes it is in a strong position to navigate the second half the year with a record amount of order intake totalling EUR 82.8 million and a book-to-bill ratio of 1.3.

On the basis of the half-year figures and current estimates for the second half of the year, the Executive Board has increased its forecast for the 2021 fiscal year. The Executive Board now forecasts revenue of between EUR 123 million and EUR 131 million for the full year (previous forecast: upper end of EUR 111 million to EUR 121 million) and an EBITDA of between EUR 12.2 million and EUR 15.4 million (previous forecast: upper end of EUR 7.8 million to EUR 10.2 million).

The forecast is generally based on the assumptions that there will be no further lockdowns causing economic restrictions as the Covid-19 pandemic progresses and that the current supply situation, which is already challenging, does not get worse. The forecast ranges have factored in customers and suppliers being positively and negatively affected to a certain extent.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2021

### ASSETS in KEUR

|                                       | <b>30/06/2021</b> | <b>31/12/2020</b> |
|---------------------------------------|-------------------|-------------------|
| <b>Non-current assets</b>             |                   |                   |
| Property, plant and equipment         | 4,984             | 5,894             |
| Goodwill                              | 19,434            | 19,418            |
| Other intangible assets               | 7,821             | 8,543             |
| Other investment securities           | 27                | 36                |
| Other financial assets                | 60                | 43                |
| Deferred tax assets                   | 356               | 325               |
| <b>Total Non-current assets</b>       | <b>32,682</b>     | <b>34,259</b>     |
| <b>Current assets</b>                 |                   |                   |
| Inventories                           | 12,541            | 11,048            |
| Trade receivables                     | 18,117            | 15,114            |
| Contract assets                       | 26                | 95                |
| Receivables from affiliated companies | 19,654            | 0                 |
| Other financial assets                | 72                | 195               |
| Income tax receivables                | 495               | 385               |
| Other assets and prepaid expenses     | 1,472             | 870               |
| Cash and cash equivalents             | 12,560            | 34,718            |
| <b>Total current assets</b>           | <b>64,937</b>     | <b>62,425</b>     |
| <b>Total assets</b>                   | <b>97,619</b>     | <b>96,684</b>     |

**EQUITY AND LIABILITIES**

in KEUR

|  | <b>30/06/2021</b> | <b>31/12/2020</b> |
|--|-------------------|-------------------|
| <b>Capital and reserves</b>                                  |                   |                   |
| Subscribed capital   | 6,500             | 6,500             |
| Capital reserves   | 47,495            | 47,495            |
| Revenue reserves   | 11,207            | 10,084            |
| <b>Total equity</b>  | <b>65,202</b>     | <b>64,079</b>     |
| <b>Non-current liabilities</b>                               |                   |                   |
| Non-current loans  | 4,502             | 5,503             |
| Provisions for pensions and similar obligations              | 42                | 42                |
| Other financial liabilities                                  | 2,078             | 2,354             |
| Other liabilities  | 263               | 250               |
| Other provisions   | 199               | 193               |
| Deferred tax liabilities                                     | 1,529             | 1,667             |
| <b>Total non-current liabilities</b>                         | <b>8,613</b>      | <b>10,009</b>     |
| <b>Current liabilities</b>                                   |                   |                   |
| Current loans  | 2,003             | 2,002             |
| Other provisions   | 381               | 230               |
| Trade payables   | 10,909            | 9,635             |
| Contract liabilities and advance payments received on orders | 1,192             | 2,222             |
| Liabilities to affiliated companies                          | 16                | 35                |
| Liabilities to associated companies                          | 0                 | 50                |
| Other financial liabilities                                  | 1,772             | 2,159             |
| Income tax liabilities                                       | 1,804             | 1,288             |
| Other liabilities  | 5,727             | 4,975             |
| <b>Total current liabilities</b>                             | <b>23,804</b>     | <b>22,596</b>     |
| <b>Total liabilities</b>                                     | <b>32,417</b>     | <b>32,605</b>     |
| <b>Total equity and liabilities</b>                          | <b>97,619</b>     | <b>96,684</b>     |

## CONSOLIDATED INCOME STATEMENT

DEVELOPMENT FROM 1 JANUARY 2021 TO 30 JUNE 2021  
in KEUR

|  | 01/01 – 30/06/2021 | 01/01 – 30/06/2020 | 01/04 – 30/06/2021 | 01/04 – 30/06/2020 |
|--|--------------------|--------------------|--------------------|--------------------|
| Revenue  | 64,708             | 52,212             | 32,981             | 22,977             |
| Cost of materials  | -39,695            | -33,160            | -20,391            | -14,720            |
| <b>Gross profit</b>  | <b>25,013</b>      | <b>19,052</b>      | <b>12,590</b>      | <b>8,257</b>       |
| Other operating income                                       | 1,278              | 1,265              | 405                | 575                |
| Personnel expenses   | -13,009            | -11,857            | -6,796             | -5,018             |
| Other operating expenses                                     | -5,369             | -6,163             | -1,988             | -2,526             |
| <b>EBITDA</b>  | <b>7,913</b>       | <b>2,297</b>       | <b>4,211</b>       | <b>1,288</b>       |
| Depreciation and impairment of property, plant and equipment | -1,268             | -1,451             | -626               | -715               |
| <b>EBITA</b>   | <b>6,645</b>       | <b>846</b>         | <b>3,585</b>       | <b>573</b>         |
| Amortisation of intangible assets                            | -731               | -5,134             | -364               | -4,738             |
| <b>Operating earnings (EBIT)</b>                             | <b>5,914</b>       | <b>-4,288</b>      | <b>3,221</b>       | <b>-4,165</b>      |
| Loss from investments accounted for using the equity method  | -90                | -600               | -90                | -595               |
| Finance income   | 121                | 5                  | 77                 | 1                  |
| Finance costs  | -46                | -58                | -25                | 32                 |
| <b>Profit before income taxes</b>                            | <b>5,899</b>       | <b>-4,941</b>      | <b>3,183</b>       | <b>-4,726</b>      |
| Taxes on income  | -1,462             | -381               | -746               | -223               |
| <b>Consolidated net income</b>                               | <b>4,437</b>       | <b>-5,322</b>      | <b>2,437</b>       | <b>-4,949</b>      |
| Of which:  |                    |                    |                    |                    |
| Shareholders of the parent company                           | 4,437              | -5,322             | 2,437              | -4,949             |
| Number of shares (weighted average)                          | 6,500,000          | 6,500,000          | 6,500,000          | 6,500,000          |
| Earnings per share in EUR (diluted and basic)                | 0.68               | -0.82              | 0.37               | -0.76              |

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

### DEVELOPMENT FROM 1 JANUARY 2021 TO 30 JUNE 2021

in KEUR

|  | 01/01 – 30/06/2021 | 01/01 – 30/06/2020 |
|--|--------------------|--------------------|
| Consolidated net income  | 4,437              | –5,322             |
| Other comprehensive income   |                    |                    |
| Items that will be reclassified to profit or loss in future under certain conditions |                    |                    |
| Exchange differences that arose during the reporting period                          | –64                | 217                |
| Other comprehensive income after income taxes  | –64                | 217                |
| <b>Total comprehensive income</b>  | <b>4,373</b>       | <b>–5,105</b>      |
| Of which:  |                    |                    |
| Shareholders of the parent company   | 4,373              | –5,105             |

## CONSOLIDATED STATEMENT OF CASH FLOWS

FROM 1 JANUARY 2021 TO 30 JUNE 2021  
in KEUR

|  | 01/01 – 30/06/2021 | 01/01 – 30/06/2020 | 01/04 – 30/06/2021 | 01/04 – 30/06/2020 |
|--|--------------------|--------------------|--------------------|--------------------|
| <b>Cash flows from operating activities</b>  |                    |                    |                    |                    |
| Consolidated net income  | 4,437              | -5,322             | 2,437              | -4,949             |
| Income tax expense recognised in profit or loss  | 1,462              | 381                | 746                | 223                |
| Finance costs/income recognised in profit or loss  | -75                | 53                 | -52                | -32                |
| Amortisation and depreciation of intangible assets, property, plant and equipment, and investment securities | 1,999              | 7,185              | 990                | 6,052              |
| Increase (+)/decrease (-) in provisions  | 211                | 4                  | 128                | 12                 |
| Other non-cash expenses/income   | -133               | -342               | -80                | -331               |
| Gain/loss on disposal of property, plant and equipment and intangible assets                                 | 0                  | -2                 | 0                  | 0                  |
| Increase (-)/decrease (+) in inventories, trade receivables and other assets                                 | -4,845             | 2,449              | -1,575             | 4,785              |
| Increase (+)/decrease (-) in liabilities and other liabilities   | 694                | -1,174             | -171               | -3,994             |
| Interest received  | 121                | 5                  | 77                 | 1                  |
| <b>Cash flows from operating activities</b>  | <b>3,871</b>       | <b>3,237</b>       | <b>2,500</b>       | <b>1,767</b>       |
| Income taxes paid  | -1,225             | 802                | -766               | 1,270              |
| <b>Net cash flows from operating activities</b>  | <b>2,646</b>       | <b>4,039</b>       | <b>1,734</b>       | <b>3,037</b>       |
| <b>Cash flows from investing activities</b>  |                    |                    |                    |                    |
| Payments for intangible assets   | -10                | -33                | -10                | -11                |
| Proceeds from disposals of property, plant and equipment   | 74                 | 64                 | 6                  | 47                 |
| Payments for investments in property, plant and equipment  | -118               | -299               | -83                | -166               |
| Proceeds from disposal of financial assets   | 12                 | 0                  | -2                 | 0                  |
| Payments for investments in financial assets   | -19                | 0                  | -14                | 0                  |
| Payments for financial investments as part of short-term treasury management                                 | -19,654            | 0                  | 81                 | 0                  |
| <b>Net cash flows used in investing activities</b>   | <b>-19,715</b>     | <b>-268</b>        | <b>-22</b>         | <b>-130</b>        |

**FROM 1 JANUARY 2021 TO 30 JUNE 2021**  
 in KEUR

|  | <b>01/01 – 30/06/2021</b> | <b>01/01 – 30/06/2020</b> | <b>01/04 – 30/06/2021</b> | <b>01/04 – 30/06/2020</b> |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| <b>Cash flows from financing activities</b>                          |                           |                           |                           |                           |
| Repayment of loans   | -1,907                    | -2,065                    | -923                      | -1,024                    |
| Proceeds from grants received  | 83                        | 274                       | 42                        | 263                       |
| Dividends paid to shareholders of the parent company                 | -1,918                    | 0                         | -1,918                    | 0                         |
| Dividends paid on free float shares                                  | -1,332                    | 0                         | -1,332                    | 0                         |
| Interest paid  | -46                       | -52                       | -25                       | 34                        |
| <b>Net cash flows used in financing activities</b>                   | <b>-5,120</b>             | <b>-1,843</b>             | <b>-4,156</b>             | <b>-727</b>               |
| <b>Net decrease/-increase in cash and cash equivalents</b>           | <b>-22,189</b>            | <b>1,927</b>              | <b>-2,444</b>             | <b>2,180</b>              |
| <b>Cash and cash equivalents at the beginning of the fiscal year</b> | <b>34,718</b>             | <b>27,974</b>             | <b>14,969</b>             | <b>27,381</b>             |
| Changes in cash due to exchange rate movements and remeasurement     | 31                        | -286                      | 35                        | 55                        |
| <b>Cash and cash equivalents at the end of the fiscal year</b>       | <b>12,560</b>             | <b>29,616</b>             | <b>12,560</b>             | <b>29,616</b>             |
| Of which cash in hand and bank balances                              | 12,560                    | 29,616                    | 12,560                    | 29,616                    |

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FROM 1 JANUARY 2020 TO 30 JUNE 2020  
in KEUR

|                         | Subscribed capital | Capital reserves | Revenue reserves                   |                              |                       | Total  | Total  |
|-------------------------|--------------------|------------------|------------------------------------|------------------------------|-----------------------|--------|--------|
|                         |                    |                  | Reserve for actuarial gains/losses | Currency translation reserve | Other revenue reserve |        |        |
| As of 1 January 2020    | 6,500              | 47,495           | 10                                 | -81                          | 13,289                | 13,218 | 67,213 |
| Consolidated net income | 0                  | 0                | 0                                  | 0                            | -5,322                | -5,322 | -5,322 |
| Currency adjustments    | 0                  | 0                | 0                                  | 217                          | 0                     | 217    | 217    |
| As of 30 June 2020      | 6,500              | 47,495           | 10                                 | 136                          | 7,967                 | 8,113  | 62,108 |

FROM 1 JANUARY 2021 TO 30 JUNE 2021  
in KEUR

|   | Subscribed capital | Capital reserves | Revenue reserves                   |                              |                       | Total  | Total  |
|---|--------------------|------------------|------------------------------------|------------------------------|-----------------------|--------|--------|
|   |                    |                  | Reserve for actuarial gains/losses | Currency translation reserve | Other revenue reserve |        |        |
| As of 1 January 2021                                | 6,500              | 47,495           | 8                                  | 110                          | 9,966                 | 10,084 | 64,079 |
| Consolidated net income                             | 0                  | 0                | 0                                  | 0                            | 4,437                 | 4,437  | 4,437  |
| Distributions to shareholders of the parent company | 0                  | 0                | 0                                  | 0                            | -1,918                | -1,918 | -1,918 |
| Distributions to shares in free float               | 0                  | 0                | 0                                  | 0                            | -1,332                | -1,332 | -1,332 |
| Currency adjustments                                | 0                  | 0                | 0                                  | -64                          | 0                     | -64    | -64    |
| As of 30 June 2021                                  | 6,500              | 47,495           | 8                                  | 46                           | 11,153                | 11,207 | 65,202 |

## CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDING 30 JUNE 2021

### BASIS FOR PREPARING THE HALF-YEARLY FINANCIAL REPORT

The consolidated interim financial statements ending 30 June 2021 have been prepared in accordance with the International Financial Reporting Standards (IFRS, as adopted by the EU) applicable on the reporting date and the additional requirements of German commercial law.

This condensed consolidated interim financial report has been prepared in accordance with the provisions set forth under IAS 34. The interim financial statements were prepared in euro.

The interim financial report does not include all of the disclosures normally contained in the financial statements for a full fiscal year. This means that this interim financial report should be read together with the annual financial statements for the fiscal year ending 31 December 2020 and all other public statements issued by STEMMER IMAGING during the reporting period.

The accounting policies used here are the same as those used in the prior fiscal year and the associated interim financial reporting period, along with new and amended standards which were adopted for the first time as explained below.

The consolidated statement of financial position as at 30 June 2021, the consolidated income statement, the consolidated statement of comprehensive income and the consolidated statement of cash flows for the reporting periods ending 30 June 2021 and 2020 and the condensed notes to the consolidated financial statements have not been audited or subjected to an auditor's review.

### APPLICATION OF NEW ACCOUNTING STANDARDS

The amendments stemming from the "Interest Rate Benchmark Reform – Phase 2 (Changes to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)" to be applied from 1 January 2021 are of minor significance for accounting within the STEMMER IMAGING Group.

STEMMER IMAGING did not make use of the option extended by the IASB to simplify the accounting for leases in accordance with IFRS 16 in the reporting period from 1 January to 30 June 2021. The lessor did not make any rent concessions.

A number of new or amended standards took effect in the current reporting period. These did not, however, have an impact on the Group's accounting policies or result in the need to make any retroactive adjustments.

## KEY CHANGES IN THE CURRENT REPORTING PERIOD

### SIGNIFICANT EVENTS AND TRANSACTIONS

In March, the Executive Board became aware that funds of the Dutch subsidiary totalling EUR 1.04 million had been misdirected with unknown whereabouts. The case is currently being analysed and can therefore not yet be assessed conclusively. The expenses from the loss of funds have been fully recognised in the earnings for the first half of 2021. Further expenses directly related to the incident are not expected.

The STEMMER IMAGING Group includes a subsidiary based in the United Kingdom. The changes associated with Brexit are included in the statement of financial position and the income statement in the first half of the 2021 fiscal year, but are not explained due to the negligible size of the amount.

### RESOLUTION OF THE ANNUAL GENERAL MEETING ON 9 JUNE 2021

At the virtual Annual General Meeting of STEMMER IMAGING AG on 9 June 2021, a resolution was passed to use the retained profit for the 2020 fiscal year of EUR 10,042,232.95 to pay a dividend of EUR 0.50 on the 6,500,000 eligible no-par value shares (EUR 3,250,000.00) and to carry forward the remaining amount of EUR 6,792,232.95 to new account.

The dividend was paid on 14 June 2021 after deducting 25 per cent capital gains tax and 5.5 per cent solidarity surcharge on the capital gains tax (total deduction 26.375 per cent) and, where applicable, church tax on the capital gains tax by the credit institutions involved in handling the payment of the dividends.

## NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

### INTANGIBLE ASSETS

The carrying amount of intangible assets on the reporting date is calculated as follows:

| in KEUR                                  | 30/06/2021    | 31/12/2020    |
|--|---------------|---------------|
| Goodwill                                 | 19,434        | 19,418        |
| Concessions, property rights and patents | 1,096         | 1,252         |
| Customer base                            | 4,915         | 5,341         |
| Order backlog                            | 27            | 55            |
| Brand                                    | 1,094         | 1,137         |
| Technology                               | 689           | 758           |
| <b>Total</b>                             | <b>27,255</b> | <b>27,961</b> |

In the reporting period from 1 January to 30 June 2021, new intangible assets were acquired with a value of minor significance. The change is almost entirely attributable to amortisation in the reporting period and adjustments due to the measurement of goodwill denominated in a foreign currency.

As at the end of 30 June 2021, there was no indication of a need for an impairment charge to be applied to the Group's goodwill. This is in contrast to the same period last year (1 January to 30 June 2020), in which an impairment loss of KEUR 4,349 was identified for INFAIMON S. L. U. and charged accordingly as a result of a triggering event in accordance with IAS 36 being detected and the subsequent impairment test.

### INVENTORIES

Inventories are composed as follows:

| in KEUR                    | 30/06/2021    | 31/12/2020    |
|----------------------------|---------------|---------------|
| Raw materials and supplies | 203           | 203           |
| Merchandise                | 11,204        | 10,552        |
| Advance payments           | 1,134         | 293           |
| <b>Total</b>               | <b>12,541</b> | <b>11,048</b> |

In connection with inventories, KEUR 39,695 (1 January to 31 December 2020: KEUR 66,500) was expensed as cost of materials during the first half of the 2021 fiscal year.

The total cost of inventories recognised as expenses in the cost of materials includes write-downs to the net realisable value of KEUR 190 (1 January to 31 December 2020: KEUR 784) due to overreach, obsolescence, reduced marketability or subsequent costs.

Supply shortages mean that the STEMMER IMAGING Group has been forced to stock up inventories and make advance payments on goods in order to satisfy order intake.

The inventories are expected to be used within twelve months.

## TRADE RECEIVABLES

| in KEUR           | 30/06/2021    | 31/12/2020    |
|-------------------|---------------|---------------|
| Trade receivables | 19,007        | 15,831        |
| Impairment losses | -890          | -717          |
| <b>Total</b>      | <b>18,117</b> | <b>15,114</b> |

The Group companies – with the exception of the INFAIMON Group – generally give payment terms of between 30 and 45 days. The Group does not charge interest to the customer for this period of time.

Late payment interest will be subsequently charged on the outstanding amount in individual cases and in accordance with customary business practices in the respective country.

For trade receivables, valuation allowances are made using the expected loss method in accordance with IFRS 9.

Impairments for trade receivables developed as follows:

| in KEUR                                | 01/01 – 30/06/2021 | 01/01 – 31/12/2020 |
|--|--------------------|--------------------|
| As of the beginning of the fiscal year | -717               | -414               |
| Additions                              | -283               | -548               |
| Utilisation                            | 24                 | 42                 |
| Reversals                              | 86                 | 197                |
| Currency adjustments, other changes    | 0                  | 6                  |
| <b>Total</b>                           | <b>-890</b>        | <b>-717</b>        |

Please refer to the consolidated financial statements as at 31 December 2020, section B, note 13 for an explanation of how the impairment is measured.

## CASH AND CASH EQUIVALENTS

| in KEUR                   | 30/06/2021    | 31/12/2020    |
|---------------------------|---------------|---------------|
| Cash and cash equivalents | 12,570        | 34,746        |
| Impairment losses         | -10           | -28           |
| <b>Total</b>              | <b>12,560</b> | <b>34,718</b> |

The decline in this item as at 30 June 2021 is largely due to the issuing of a loan to PRIMEPULSE SE in the amount of KEUR 19,65.

For cash and cash equivalents, valuation allowances are made using the expected loss method in accordance with IFRS 9.

The following table shows the development of the valuation allowance for cash and cash equivalents:

| in KEUR                                | 01/01 – 30/06/2021 | 01/01 – 31/12/2020 |
|--|--------------------|--------------------|
| As of the beginning of the fiscal year | -28                | 0                  |
| Additions                              | 0                  | -28                |
| Utilisation                            | 0                  | 0                  |
| Reversals                              | 18                 | 0                  |
| Currency adjustments, other changes    | 0                  | 0                  |
| <b>Total</b>                           | <b>-10</b>         | <b>-28</b>         |

How impairments are calculated is explained in the consolidated financial statements as at 31 December 2020, section B, note 13.

## DIVIDENDS

| in KEUR                         | 01/01 – 30/06/2021 | 01/01 – 31/06/2020 |
|---------------------------------|--------------------|--------------------|
| Dividends paid in the six month | 3,250              | 0                  |

## FINANCIAL INSTRUMENTS

The following table reconciles the financial instrument items from the statement of financial position as at 30 June 2021 with the classes and measurement categories of IFRS 9. The aggregated carrying amounts per measurement category and the fair values for each class are also presented.

|                                       | Category under IFRS 9 | Carrying amount<br>30/06/2021 | Measurement in accordance with IFRS 9 |  | Measurement<br>in accordance<br>with IFRS 9 | Of which<br>assets and<br>liabilities<br>under IFRS 16 | Fair value<br>30/06/2021 |
|---------------------------------------|-----------------------|-------------------------------|---------------------------------------|--|---|--|--------------------------|
|                                       |                       |                               | Amortised cost                        | Fair value<br>through other<br>comprehensive<br>income |   |  |                          |
| <b>Assets</b>                         |                       |                               |                                       |  |   |  |                          |
| Trade receivables                     | Amortised cost        | 18,117                        | 18,117                                | 0  | 0   | 0  | 18,117                   |
| Receivables from affiliated companies | Amortised cost        | 19,654                        | 19,654                                | 0  | 0   | 0  | 19,654                   |
| Other investment securities           | FVTPL                 | 27                            | 0                                     | 0  | 27  | 0  | 27                       |
| Other financial assets                | Amortised cost        | 132                           | 132                                   | 0  | 0   | 0  | 132                      |
| Cash and cash equivalents             | Amortised cost        | 12,560                        | 12,560                                | 0  | 0   | 0  | 12,560                   |
| <b>Equity and liabilities</b>         |                       |                               |                                       |  |   |  |                          |
| Current and non-current loans         | Amortised cost        | 6,505                         | 6,505                                 | 0  | 0   | 0  | 6,505                    |
| Trade payables                        | Amortised cost        | 10,909                        | 10,909                                | 0  | 0   | 0  | 10,909                   |
| Liabilities to affiliated companies   | Amortised cost        | 16                            | 16                                    | 0  | 0   | 0  | 16                       |
| Other financial obligations           | Amortised cost        | 1,084                         | 1,084                                 | 0  | 0   | 0  | 1,084                    |
| Liabilities from leases               | n.a.                  | 2,766                         | 0                                     | 0  | 0   | 2,766  | 2,766                    |

The following table reconciles the financial instrument items from the statement of financial position as at 31 December 2020 with the classes and measurement categories of IFRS 9. The aggregated carrying amounts per measurement category and the fair values for each class are also presented.

in KEUR

|                                     | Category under IFRS 9 | Carrying amount<br>31/12/2020 | Measurement in accordance with IFRS 9 |  |   |   | Of which<br>assets and<br>liabilities<br>under IFRS 16 | Fair value<br>31/12/2020 |
|-------------------------------------|-----------------------|-------------------------------|---------------------------------------|--|---|---|--|--------------------------|
|                                     |                       |                               | Amortised cost                        | Fair value<br>through other<br>comprehensive<br>income | Fair value<br>through<br>profit or loss | Measurement<br>in accordance<br>with IFRS 9 |  |                          |
| <b>Assets</b>                       |                       |                               |                                       |  |   |   |  |                          |
| Trade receivables                   | Amortised cost        | 15,114                        | 15,114                                | 0  | 0                                       | 15,114                                      | 0  | 15,114                   |
| Other investment securities         | FVTPL                 | 36                            | 0                                     | 0  | 36                                      | 36  | 0  | 36                       |
| Other financial assets              | Amortised cost        | 238                           | 238                                   | 0  | 0                                       | 238   | 0  | 238                      |
| Cash and cash equivalents           | Amortised cost        | 34,718                        | 34,718                                | 0  | 0                                       | 34,718                                      | 0  | 34,718                   |
| <b>Equity and liabilities</b>       |                       |                               |                                       |  |   |   |  |                          |
| Current and non-current loans       | Amortised cost        | 7,505                         | 7,505                                 | 0  | 0                                       | 7,505                                       | 0  | 7,505                    |
| Trade payables                      | Amortised cost        | 9,635                         | 9,635                                 | 0  | 0                                       | 9,635                                       | 0  | 9,635                    |
| Liabilities to associated companies | Amortised cost        | 50                            | 50                                    | 0  | 0                                       | 50  | 0  | 50                       |
| Liabilities to affiliated companies | Amortised cost        | 35                            | 35                                    | 0  | 0                                       | 35  | 0  | 35                       |
| Other financial obligations         | Amortised cost        | 1,158                         | 1,158                                 | 0  | 0                                       | 1,158                                       | 0  | 1,158                    |
| Liabilities from leases             | n. a.                 | 3,355                         | 0                                     | 0  | 0                                       | 0   | 3,355  | 3,355                    |

IFRS 13 regulates how fair value is determined along with the related disclosures in the notes. The standard does not explicitly set out in which cases the fair value must be used. Fair value is defined as the price that independent market participants would receive to sell an asset or pay to transfer a liability in an arm's length transaction at the measurement date. The assets and liabilities measured at fair value are allocated to the three levels of the fair value hierarchy in accordance with IFRS 13. The individual levels of the fair value hierarchy are defined as follows:

**Level 1:**

Quoted market prices in active markets for identical assets or liabilities

**Level 2:**

Inputs other than quoted market prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

**Level 3:**

Unobservable inputs for the asset or liability

The following table shows the fair value hierarchies of assets and liabilities measured at fair value in the statement of financial position.

in KEUR

| Fair Value hierarchy        | 30/06/2021 |         |         | 31/12/2020 |         |         |
|-----------------------------|------------|---------|---------|------------|---------|---------|
|                             | Level 1    | Level 2 | Level 3 | Level 1    | Level 2 | Level 3 |
| <b>Assets</b>               |            |         |         |            |         |         |
| Other investment securities |            |         | 27      |            |         | 36      |

The fair value in Level 1 is calculated using quoted prices (unadjusted) in an active market for identical assets or liabilities to which STEMMER IMAGING has access at the reporting date.

For Level 2, fair value is determined using a discounted cash flow model based on inputs other than quoted prices included within Level 1 that are either directly or indirectly observable. Level 3 fair values are calculated using valuation techniques that incorporate inputs that are not observable in the active market.

The assessment of whether there has been a transfer between levels of the fair value hierarchy for financial assets and liabilities carried at fair value is made at the end of each reporting period. No reclassifications were made in the past reporting period.

Equity instruments are classified as at fair value through other comprehensive income.

## NOTES TO THE CONSOLIDATED INCOME STATEMENT

### REVENUE

| in KEUR                   | 01/01 – 30/06/2021 | 01/01 – 30/06/2020 |
|---------------------------|--------------------|--------------------|
| Machine vision technology | 64,708             | 52,212             |

STEMMER IMAGING AG analyses revenue with customers broken down by region:

| in KEUR       | 01/01 – 30/06/2021 | 01/01 – 30/06/2020 |
|---------------|--------------------|--------------------|
| Germany       | 21,422             | 19,397             |
| Europe        | 41,215             | 30,946             |
| Rest of world | 2,071              | 1,869              |
| <b>Total</b>  | <b>64,708</b>      | <b>52,212</b>      |

The breakdown of revenue by region is based on the location of the customer, i.e. the place of delivery. Neither in the first half of the 2021 fiscal year nor in the 2020 fiscal year did STEMMER IMAGING generate more than 10 per cent of its total revenue with any one customer.

## OTHER DISCLOSURES

### RELATED PARTIES

A loan agreement for EUR 20 million was concluded with PRIMEPULSE SE on 28 January 2021. Sums of EUR 15.00 million and USD 5.50 million have been paid out so far. For the moment, the loan is limited to 31 December 2021.

For more information, please refer to the explanations in the consolidated financial statements as at 31 December 2020.

### OTHER FINANCIAL OBLIGATIONS

As at the reporting date, guarantees exist in the amount of KEUR 75 (31 December 2020: KEUR 165). The risk of these guarantees being exercised is classified as low to medium.

There are other financial obligations from order commitments that fall within the scope of normal business activities. There are no significant rental and leasing obligations in the first half of the 2021 fiscal year.

### EVENTS AFTER THE END OF THE REPORTING PERIOD

There were no significant events for STEMMER IMAGING after the end of the reporting period.

## RESPONSIBILITY STATEMENT BY THE LEGAL REPRESENTATIVES

To the best of our knowledge, and in accordance with the applicable reporting principles, the half-year consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim 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 principal opportunities and risks associated with the expected development of the Group.

Puchheim, 11 August 2021

STEMMER IMAGING AG  
Executive Board



Arne Dehn  
Chief Executive Officer



Uwe Kemm  
Chief Operating Officer

## FINANCIAL CALENDAR<sup>1</sup>

Wednesday–Friday

01/–03/09

2021

**HAIB STOCKPICKER SUMMIT,  
STOCKHOLM**

Monday–Wednesday

20/–22/09

2021

**BERENBERG & GOLDMAN  
SACHS GERMAN  
CORPORATE CONFERENCE,  
VIRTUAL**

Wednesday

10/11

2021

**PUBLICATION OF Q3/9M 2021  
INTERIM REPORT**

Monday–Wednesday

22/–24/11

2021

**GERMAN EQUITY FORUM,  
VIRTUAL**

<sup>1</sup> Dates may change at short notice.

## PUBLICATION DETAILS

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The half-year report of STEMMER IMAGING AG is available in German and English.  
The German version is legally binding.

STEMMER IMAGING is an active member of:

