

# INTERIM REPORT 2024

## KEY FACTS

Gurit net sales for the first half-year of 2024 achieved CHF 213.5 million, which is a decrease of -8.8% at constant exchange rates or -12.7% in reported CHF compared to the first half of 2023.

Gurit reached an adjusted operating profit of CHF 11.6 million with an adjusted operating profit margin of 5.4%. This compares to CHF 13.6 million or 5.6% in the first half of the prior year. After restructuring charges, the operating profit is CHF 9.9 million with an operating profit margin of 4.6%.

Gurit reports a free cash flow of CHF 1.0 million in the first half of 2024, compared to CHF 6.5 million in the first half of 2023. However, we successfully reduced our net debt to CHF 63.4 million in this half-year, down from 78.0 million in the first half of 2023.

### Sales in CHF million

# 213.5

-8.8%<sup>1)</sup> vs H1 2023

### Free cash flow in CHF million

# 1.0

6.5 in H1 2023

### Adjusted operating profit margin

# 5.4%

5.6% in H1 2023

### Net debt in CHF million

# 63.4

78.0 in June 2023

1) Net sales at constant exchange rates

# GURIT REPORTS NET SALES OF CHF 213.5 MILLION IN THE FIRST HALF OF 2024



**Mitja Schulz, Chief Executive Officer (left),  
Philippe Royer, Chairman of the Board of Directors (right)**

## DEAR SHAREHOLDERS,

There were no major changes in the markets where Gurit operates in the first half of 2024:

- the wind market remains short-term flat and cautious in the Western world, the positive trend driven by strong permitting and auctions improvements in Germany, renewed interest for onshore wind in the UK, and the IRA-linked restart of many production sites in the USA, will materialize only after the usual time needed for OEMs to record orders, plan production and procure molds, core kits and pultruded sheets.
- in China wind installations stay at a high level, still significantly lower than built capacities, leading to a continuous price pressure, on turbines, turbine components and materials.
- after some weakness at the beginning of the year the marine markets resumed their growth, and industrial markets continued to offer multiple opportunities.

These market conditions mostly reflected our previsions, with an always weak first quarter, in particular as wind customers transition lines for the new year. The second quarter was stronger in all business units, although with still subdued wind orders.

In this context, Gurit continued its path to:

- adapt to customer demand, selecting profitable opportunities only and decreasing costs in the wind market segments. It is noticeable that the structural profiles business is almost at break-even, and that the decision was taken on August 15 to relocate the carbon and glass fiber pultrusion from Denmark to India and China to further improve profitability.
- extend technical capabilities in the marine and industrial markets, at our Canadian Corecell™ site and with the successful integration of the newly acquired FX Composites in the USA.
- deleverage the company, with net debt down to CHF 63 million at the end of June.

We expect the coming two quarters on similar sales level as the second quarter. Consequently, we maintain our guidance to reach net sales between CHF 435–485 million and 5-8% adjusted operating profit margin. This considers that no further delays will intervene in wind core materials and tooling orders.

## MARKET ENVIRONMENT H1 2024

### WIND ENERGY

In the first half-year of 2024, the global wind industry witnessed significant events across different regions. In off-shore, North America suffered a major step-back related to financing and lack of opportunities for renegotiations leading to project cancellations. Several large projects are being relaunched at improved commercial conditions, but this delays the foreseen activity pick-up.

In onshore, especially in Europe, stringent regulations have been approved in several countries, led by Germany, to streamline the permitting process, resulting in greater efficiency and the elimination of significant bottlenecks. A renewed auctions activity is also taking place. Wind turbine orders are increasing, stock levels at OEMs are decreasing, so this will impact the supply chain and Gurit's order book in the coming quarters. The new government in the UK has published ambitious renewables goals including onshore wind, which was stopped for some time, this will boost orders in the next years.

Short-term market issues remain, as several OEMs need time to solve quality issues and stopped or reduced production until root causes are clear and inventories are inspected. This reinforces the Western OEMs decision to slow down the introduction of new turbines, at a time when Chinese competitors continue the race to higher nameplates, and increase efforts to develop exports.

Gurit's wind order intake is still subdued. We continue to hold a strong position with our Western customers, as our commitment to quality, customer service, global foothold and strong relationships allows us to maintain our competitive advantage. But the above-mentioned issues lead to OEMs trending below their yearly forecast. We are selective among domestic Chinese customers as core materials and molds prices sometimes reach unrealistic levels.

Gurit's activity in wind materials has been flat year on year, which does not show in the sales development : in the last two years we have promoted our integrated core kits approach, which means that we source internally core materials for a much larger part of the kits we produce, but also that we supply less core materials to external



kitters, which results in lower third party sales without change in activity. On the other hand wind materials sales have benefited from pultruded sheets sales from the acquired Fiberline company that were higher in the first half of 2024 compared to the first half of 2023.

The lower speed of introduction of larger platforms seen at Western customers, together with the needed selectivity in China, are also impacting our Manufacturing Solutions Business Unit, and have led to a shift in orders, even though otherwise anticipated.

Long-term growth in the wind market is expected due to increasing electricity consumption conjugated to ambitious decarbonization targets and favorable policies. The rate of growth will vary by region, and offshore installations will grow faster than onshore, all together leading to a mid to high single digit yearly growth in the Western world.

### **LIGHTWEIGHTING – MARINE/INDUSTRIAL CONTINUES TO GROW**

Gurit's marine and industrial businesses produced solid results in the first half-year of 2024. The combination of a strong position in marine and collecting on business development efforts within the industrial sector resulted in a consistent performance.

After an initially cautious start to 2024, particularly in Europe and North-America, as tier 1 customers rebalanced their stock levels, the marine sectors recovered well in the second quarter. Gurit continues to grow with traditional products like prepreg or Corecell™ within existing marine composite applications, as well as generating new sales in developing areas, like subsea.

The opportunities within industrial are still expanding. Gurit continues to discover new applications, where incumbent materials can be replaced with PET panel solutions. Some applications are experiencing delays in ramp-up; nevertheless, once the transitions occur, they will drive our net sales substantially, independent of the individual industries' growth rate. We are confident that our strong positioning as a PET foam manufacturer will enable us to further scale the industrial PET business in the coming years.

## SUPPLY CHAIN REMAINS CHALLENGING

Geopolitical tensions, especially in the Red Sea, have extended supply chains and pushed sea freight costs higher, with logistics costs from Asia rising about 60% compared to 2023.

Increasing protectionism, starting with the USA, and spreading to Mexico and Europe, is affecting imports of PET and other chemicals like epoxy resins. Rising logistics costs and import duties are shifting supply chains from global to local, making imports from China more challenging. Despite soft demand and heightened competition, China remains the cost benchmark for key materials. Gurit has been able to manage costs effectively through its global supply chain network.

## STRATEGIC DEVELOPMENT

Gurit progressed successfully with the launch of carbon fiber pultrusion and the deployment of the mix and match model in the Chennai site, India. We are on track to deliver a break-even performance this year and have decided on August 15 to relocate manufacturing from Denmark to our sites in Chennai and Tianjin, to further increase our competitiveness and reach profitable levels in the near-term future. Gurit expects the relocation to be finalized by July 2025 and to incur total impairment charges, restructuring and relocation expenses in the amount of approximately CHF 10 million primarily in the second half of 2024.

We see an increasing level of competitiveness in the Chinese domestic wind market and Chinese wind OEMs starting to win projects outside of China. The Chinese wind supply chain has still sizeable overcapacities and we expect that this will have an influence on the Western and Indian wind markets going forward. We are strongly positioned as global market leader for PET and core kits, and we will continue to take the appropriate measures to improve our competitiveness and retain our market leading position.

The manufacturing solutions business is impacted by Western OEMs' decisions to slow down the introduction of new turbine platforms and increase the lifetime of existing turbines. Still, we see opportunities to drive incremental growth with wind blade manufacturing equipment other than blade molds, where we can leverage our technical competencies as system integrator as well as our global service network. We are also pleased to see the development in the non-wind tooling sector where the newly developed rotor sails business is contributing to the results of the business unit.

Thanks to the extension of our footprint to build blade molds in Chennai, we strengthened our local market presence in India while simultaneously safeguarding our position against Chinese competitors. Having a local presence in India further strengthens our ability to attract new global business, by ensuring supply security and mitigating geopolitical concerns.

Following our growth strategy in non-wind markets, we successfully transformed our site in Magog, Canada, from a majority wind-based production site, into a marine and industrial focused manufacturing hub. This strategic move highlights our expertise in seizing new opportunities and is expected to drive significant growth and robust profits.

A key strategic initiative, the acquisition of FX Composites in Texas, USA, cemented our move towards growth outside our core business with a strong focus on North America. The integration was completed successfully, and further commercial and operational developments are to follow.

## **SUSTAINABILITY AND CORPORATE GOVERNANCE**

At Gurit, our efforts continue steadily across all ESG areas. Further gains have been made in chemical safety in the first half of 2024, following the implementation of GoldFFX, a chemical safety management system, significantly reducing the number of high hazard-rated chemicals in use at our sites. Engagement and focus on decarbonization have intensified, with high impact sites developing comprehensive roadmaps for scope 1 and scope 2 emissions reductions by the third quarter, 2024. Additionally, procurement efforts are prioritizing the transition to renewable energy sources at our sites. Our circularity collaborations are progressing well, with the EU-Horizon Repoxyble project commended at the mid project review by the European Commission's project officer.

## **PROFITABILITY**

In the first half-year of 2024, Gurit achieved an adjusted operating profit margin of 5.4% and including restructuring charges, an operating profit margin of 4.6%. In comparison, the first half of 2023 saw an adjusted operating profit margin of 5.6% and an operating profit margin of 5.3% including restructuring costs. The margin decrease is attributable to lower tooling activity.

Gurit successfully reduced the net debt to CHF 63.4 million, compared to CHF 78.0 million in the first half-year of 2023.

The half-year result was negatively impacted by an unfavorable financial result, mainly due to the EUR/CHF exchange rate, increasing financing costs, and unrecognized tax losses. In the first half of 2024, our earnings per share were CHF -0.02, compared to CHF 1.54 in the same period last year.

## **CASH FLOW AND BALANCE SHEET**

Gurit generated a net cash flow from operating activities of CHF 5.2 million in the first half-year of 2024, compared to CHF 12.5 million in the same period of the previous year.

This decrease is caused by the lower profit in the first half-year of 2024. Additionally, changes in the working capital negatively impacted the cash flow primarily due to stronger sales in the second quarter, leading to higher receivables and increased stock levels.

Capital expenditure reached CHF 5.2 million during the first half-year of 2024, compared to CHF 5.5 million in the first half of the previous year. Significant investments were made in Chennai, India, to ramp-up production capacity.

## OUTLOOK

After the expected slow start to the year with low sales in the first quarter, we saw a stronger second quarter driven by ramp-up of new wind blades and higher demand in the non-wind markets. Considering the latest wind customer forecasts for the remaining year, we expect full year sales to be around the lower end of our guidance of CHF 435-485 million and confirm the 5-8% adjusted operating profit margin. This considers that no further delays will intervene in wind core materials and tooling orders.

Gurit anticipates maintaining a strong market-leading position with Western wind customers, despite the dynamic, volatile, and uncertain market conditions and increased competition from Chinese suppliers. In parallel accelerating product substitution and improved technical capabilities will support profitable growth in marine and industry. Gurit will continue to adapt its global footprint and capacities and maintain its advantageous position in the supply chain.

## WORD OF THANKS

We sincerely thank our loyal customers and distributors, whose vital contributions are key to our success. We deeply value their partnership, business, and support. Our dedicated team at Gurit, with its talent and commitment, forms the foundation of our accomplishments. The team's unwavering dedication unites us as One Winning Gurit, driving our shared success. We are proud of the hard work and contributions of our global staff. Additionally, we extend our gratitude to our shareholders for their ongoing trust and support.

Yours sincerely, Gurit Holding AG



Philippe Royer  
Chairman of the  
Board of Directors



Mitja Schulz  
Chief Executive Officer

Zurich, August 2024



## CONSOLIDATED INCOME STATEMENT

IN CHF 1000	NOTE	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
NET SALES	4	213 488	244 626
Cost of goods sold		– 175 421	– 202 784
GROSS PROFIT		38 067	41 842
Research and development expense		– 3 895	– 4 826
Selling expense		– 6 749	– 6 293
Administrative expense		– 16 436	– 17 206
Other operating income		683	196
Other operating expense	5	– 1 817	– 698
OPERATING PROFIT		9 853	13 015
Finance expense		– 7 608	– 5 823
Finance income		938	725
PROFIT BEFORE TAX		3 183	7 917
Income tax expense		– 3 195	– 3 529
<b>RESULT FOR THE HALF-YEAR</b>		<b>– 12</b>	<b>4 388</b>
Thereof attributable to shareholders of Gurit		– 85	7 188
Thereof attributable to minority interests		73	– 2 800
<b>BASIC AND DILUTED EARNINGS PER SHARE</b>		<b>– CHF 0.02</b>	<b>CHF 1.54</b>

The accompanying notes form an integral part of these interim consolidated financial statements.

## CONSOLIDATED BALANCE SHEET

IN CHF 1000	AT JUNE 30, 2024 UNAUDITED	AT DECEMBER 31, 2023 AUDITED	AT JUNE 30, 2023 UNAUDITED
<b>ASSETS</b>			
Cash and cash equivalents	15 740	12 518	12 117
Derivative financial instruments	88	410	74
Trade receivables	82 918	67 668	82 862
Other receivables	12 600	11 990	10 206
Prepayments and accrued income	16 855	12 463	21 135
Inventories	75 313	64 684	80 508
<b>CURRENT ASSETS</b>	<b>203 514</b>	<b>169 733</b>	<b>206 902</b>
Other receivables	1 228	1 149	1 919
Deferred income tax assets	8 014	7 453	7 864
Property, plant and equipment	98 293	93 877	102 885
Intangible assets	5 724	5 859	6 735
<b>NON-CURRENT ASSETS</b>	<b>113 259</b>	<b>108 338</b>	<b>119 403</b>
<b>TOTAL ASSETS</b>	<b>316 773</b>	<b>278 071</b>	<b>326 305</b>
<b>LIABILITIES AND EQUITY</b>			
Borrowings	2 854	16 082	21 940
Derivative financial instruments	347	342	463
Trade payables	78 035	58 967	68 962
Other payables	13 247	7 771	7 184
Accrued liabilities and deferred income	37 239	31 673	40 692
Provisions	5 527	7 999	2 852
<b>CURRENT LIABILITIES</b>	<b>137 249</b>	<b>122 834</b>	<b>142 093</b>
Borrowings	76 334	56 316	68 205
Deferred income tax liabilities	1 161	1 150	1 963
Other payables	4 258	4 013	–
Provisions	14 920	15 060	3 790
<b>NON-CURRENT LIABILITIES</b>	<b>96 673</b>	<b>76 539</b>	<b>73 958</b>
<b>TOTAL LIABILITIES</b>	<b>233 922</b>	<b>199 373</b>	<b>216 051</b>
Share capital	23 400	23 400	23 400
Capital reserve	85	330	330
Treasury shares	– 88	– 579	– 579
Retained earnings	58 369	54 571	90 518
<b>EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF GURIT</b>	<b>81 766</b>	<b>77 722</b>	<b>113 669</b>
Minority interests	1 085	976	– 3 415
<b>TOTAL EQUITY</b>	<b>82 851</b>	<b>78 698</b>	<b>110 254</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>316 773</b>	<b>278 071</b>	<b>326 305</b>

The accompanying notes form an integral part of these interim consolidated financial statements.

## CONSOLIDATED CASH FLOW STATEMENT

IN CHF 1000	NOTE	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
<b>RESULT FOR THE HALF-YEAR</b>		- 12	4 388
Depreciation and amortisation		7 557	7 302
Finance income and expense, net		6 670	5 098
Income tax expense		3 195	3 529
Net (gains) / losses from disposal of fixed assets and intangible assets		- 128	86
Other non-cash items		474	2 011
Change in trade receivables		- 11 893	915
Change in inventories		- 7 306	8 641
Change in other receivables and prepayments and accrued income		- 5 988	- 2 227
Change in trade payables		16 723	- 12 835
Change in other payables and accrued liabilities and deferred income		4 535	615
Change in provisions		- 2 222	- 482
Finance cost, net paid		- 3 826	- 3 219
Income tax paid		- 2 578	- 1 344
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>		<b>5 201</b>	<b>12 478</b>
Purchase of property, plant and equipment		- 5 148	- 5 463
Proceeds from sale of property, plant and equipment		1 434	14
Purchase of intangible assets		- 455	- 550
Investments in loans receivable		-	- 24
Proceeds from repayments of loans receivable		8	-
Business acquisition	8	- 10 994	-
Acquisition of minority interests	8	- 1 216	-
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>		<b>- 16 371</b>	<b>- 6 023</b>
Changes in current borrowings, net		- 2 666	- 2 693
Changes in non-current borrowings, net		18 746	- 18 217
Distribution to shareholders	7	- 1 638	-
Purchase of treasury shares		- 464	-
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>		<b>13 978</b>	<b>- 20 910</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>		<b>2 808</b>	<b>- 14 455</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE HALF-YEAR</b>		<b>12 518</b>	<b>27 189</b>
Net change in cash and cash equivalents		2 808	- 14 455
Exchange gains / (losses) on cash		414	- 617
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR</b>		<b>15 740</b>	<b>12 117</b>

The accompanying notes form an integral part of these interim consolidated financial statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

IN CHF 1000	NOTE	SHARE CAPITAL	CAPITAL RESERVE	TREASURY SHARES
<b>BALANCE AT JANUARY 1, 2023</b>		23 400	330	– 579
Profit for the half-year		–	–	–
Currency translation adjustments		–	–	–
<b>TOTAL INCOME AND EXPENSE FOR THE HALF-YEAR</b>		–	–	–
Share-based compensation		–	–	–
<b>TOTAL TRANSACTIONS WITH SHAREHOLDERS</b>		–	–	–
<b>BALANCE AT JUNE 30, 2023</b>		23 400	330	– 579
Profit for the half-year		–	–	–
Currency translation adjustments		–	–	–
<b>TOTAL INCOME AND EXPENSE FOR THE HALF-YEAR</b>		–	–	–
Share-based compensation		–	–	–
<b>TOTAL TRANSACTIONS WITH SHAREHOLDERS</b>		–	–	–
ACQUISITION OF MINORITY INTERESTS		–	–	–
DISPOSAL OF SUBIDIARY		–	–	–
<b>BALANCE AT DECEMBER 31, 2023</b>		23 400	330	– 579
Result for the half-year		–	–	–
Currency translation adjustments		–	–	–
<b>TOTAL INCOME AND EXPENSE FOR THE HALF-YEAR</b>		–	–	–
Distribution to shareholders	7	–	–	–
Usage of treasury shares for share-based compensation		–	– 245	955
Share-based compensation		–	–	–
Purchase of treasury shares		–	–	– 464
<b>TOTAL TRANSACTIONS WITH SHAREHOLDERS</b>		–	– 245	491
ACQUISITION OF MINORITY INTERESTS	8	–	–	–
GOODWILL DIRECTLY OFFSET WITH EQUITY	8	–	–	–
<b>BALANCE AT JUNE 30, 2024</b>		23 400	85	– 88

The accompanying notes form an integral part of these interim consolidated financial statements.

CURRENCY TRANSLATION ADJUSTMENTS	OFFSET GOODWILL	OTHER RETAINED EARNINGS	TOTAL RETAINED EARNINGS	EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF GURIT	MINORITY INTERESTS	TOTAL EQUITY
- 63 815	- 172 542	326 164	89 807	112 958	- 289	112 669
-	-	7 188	7 188	7 188	- 2 800	4 388
- 7 110	-	-	- 7 110	- 7 110	- 326	- 7 436
- 7 110	-	7 188	78	78	- 3 126	- 3 048
-	-	633	633	633	-	633
-	-	633	633	633	-	633
- 70 925	- 172 542	333 985	90 518	113 669	- 3 415	110 254
-	-	268	268	268	- 666	- 398
- 10 965	-	-	- 10 965	- 10 965	45	- 10 920
- 10 965	-	268	- 10 697	- 10 697	- 621	- 11 318
-	-	293	293	293	-	293
-	-	293	293	293	-	293
-	- 26 100	-	- 26 100	- 26 100	4 824	- 21 276
360	197	-	557	557	188	745
- 81 530	- 198 445	334 546	54 571	77 722	976	78 698
-	-	- 85	- 85	- 85	73	- 12
7 265	-	-	7 265	7 265	36	7 301
7 265	-	- 85	7 180	7 180	109	7 289
-	-	- 1 638	- 1 638	- 1 638	-	- 1 638
-	-	- 926	- 926	- 216	-	- 216
-	-	548	548	548	-	548
-	-	-	-	- 464	-	- 464
-	-	- 2 016	- 2 016	- 1 770	-	- 1 770
-	- 485	-	- 485	- 485	-	- 485
-	- 881	-	- 881	- 881	-	- 881
- 74 265	- 199 811	332 445	58 369	81 766	1 085	82 851

# NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

Gurit Holding AG is a public limited company incorporated and domiciled in Switzerland whose shares are listed on SIX Swiss Exchange.

## 2. BASIS FOR PREPARATION AND ACCOUNTING POLICIES

These unaudited interim consolidated financial statements of the Group for the half-year ended June 30, 2024, have been prepared in accordance with the Swiss Accounting and Reporting Recommendations (Swiss GAAP FER). They comply with the complementary recommendation for listed companies relating to interim reporting (Swiss GAAP FER 31, paragraphs 9 to 12). The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at December 31, 2023. The accounting policies are consistent with those of the annual financial statements for the year ended December 31, 2023. With effect of January 1, 2024, the Group has adopted the changes in Swiss GAAP FER 28 regarding government grants and Swiss GAAP FER 30 regarding consolidated financial statements. The amendments had no impact on the Group's consolidated financial statements.

These unaudited interim consolidated financial statements were approved by the Board of Directors on August 15, 2024.

## 3. EXCHANGE RATES

The principal exchange rates versus the Swiss franc were as follows:

	JUNE 30, 2024	DECEMBER 31, 2023	JUNE 30, 2023	Ø HALF-YEAR 1 2024	Ø HALF-YEAR 1 2023
1 British Pound	<b>1.1354</b>	1.0655	<b>1.1365</b>	<b>1.1250</b>	<b>1.1244</b>
1 Canadian dollar	<b>0.6557</b>	0.6325	<b>0.6778</b>	<b>0.6548</b>	<b>0.6767</b>
1 Chinese yuan renminbi	<b>0.1235</b>	0.1180	<b>0.1240</b>	<b>0.1233</b>	<b>0.1317</b>
1 Danish Krone	<b>0.1288</b>	0.1243	<b>0.1319</b>	<b>0.1289</b>	<b>0.1324</b>
1 Euro	<b>0.9604</b>	0.9260	<b>0.9822</b>	<b>0.9615</b>	<b>0.9857</b>
100 Indian rupee	<b>1.0761</b>	1.0076	<b>1.0944</b>	<b>1.0684</b>	<b>1.1096</b>
1 US dollar	<b>0.8979</b>	0.8380	<b>0.8979</b>	<b>0.8892</b>	<b>0.9123</b>

## 4. SEGMENT INFORMATION

IN CHF 1000	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
<b>NET SALES BY SEGMENTS</b>		
Wind materials	141 037	159 950
Manufacturing solutions	21 014	30 730
Marine and industrial	51 481	53 963
Inter-segment elimination	– 44	– 17
<b>TOTAL GROUP</b>	<b>213 488</b>	<b>244 626</b>

Gurit disclaims the disclosure of segment financial operating results as such disclosure would bear the risk of significant competitive disadvantages. The target markets in which most Business Units operate, are relatively confined market niches and the product offering of these units is relatively homogeneous. Most of the main direct competitors in the markets in which those segments operate are either not stock exchange-listed or do not disclose the relevant comparable segment information. As a result, disclosure of the performance of these segments would lead to significant competitive disadvantages.

The segments have been adjusted in financial year 2023 to align the external reporting with the market driven changes in the internal management structure and the future strategic direction of the Group. Prior period figures have been restated to conform to the new presentation.

IN CHF 1000	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
<b>NET SALES BY REGIONS OF DESTINATION</b>		
Europe	82 703	105 041
Asia	76 560	68 948
Americas	44 894	55 267
Rest of the world	9 331	15 370
<b>TOTAL NET SALES</b>	<b>213 488</b>	<b>244 626</b>

## 5. OTHER OPERATING EXPENSE

IN CHF 1000	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
Change in provision for impairment of trade receivables	124	54
Restructuring expenses	1 693	633
Other operating expenses	–	11
<b>TOTAL OTHER OPERATING EXPENSE</b>	<b>1 817</b>	<b>698</b>

Restructuring expenses in the first half year of 2024 relate to the replacement of the General Manager of Business Unit Structural Profiles as well as the reduction in workforce in China and Mexico.

Restructuring expenses in the first half year of 2023 related to the reduction in work force in the Danish pultruded structural profiles factory.

## 6. ADDITIONAL INFORMATION BY NATURE OF EXPENSE

IN CHF 1000	HALF-YEAR ENDED JUNE 30, 2024 UNAUDITED	HALF-YEAR ENDED JUNE 30, 2023 UNAUDITED
Depreciation	6 573	6 573
Amortisation	804	729
Personnel expense	52 356	53 087

## 7. DIVIDENDS

In accordance with the resolution of the Annual General Meeting of Shareholders held on April 18, 2024, a dividend of CHF 1 638 000 has been distributed to the shareholders on April 24, 2024 (CHF 0.35 per registered share). In 2023, no dividend has been distributed to the shareholders.



## 8. BUSINESS ACQUISITION

On February 29, 2024, Gurit acquired 100% of the assets of FX Composites LLC in Texas, USA.

On May 3, 2024, Gurit repaid the vendor loan from the acquisition of 60% of the shares in Fiberline Composites A/S in the amount of CHF 11 419 000. Additionally, the revenue dependent earn-out payments for the first half year of 2024 amount to CHF 1 216 000.

The transactions are summarized as follows:

IN CHF 1000	FX COMPOSITES	FIBERLINE	TOTAL
Purchase price consideration paid at closing	220	–	220
Deferred purchase consideration	2 578	–	2 578
Revaluation of contingent purchase consideration (earn-out)	–	485	485
<b>Total purchase consideration</b>	<b>2 798</b>	<b>485</b>	<b>3 283</b>
Less: PPE acquired	– 1 917	–	– 1 917
<b>GOODWILL</b>	<b>881</b>	<b>485</b>	<b>1 366</b>
Total purchase consideration	2 798	–	2 798
Less: deferred consideration	– 2 578	–	– 2 578
Vendor loan payment (acquisition 60% Fiberline)	–	11 419	11 419
Revaluation of vendor loan through profit and loss	–	– 645	– 645
Earn-out payment (acquisition remaining 40% Fiberline)	–	1 216	1 216
<b>CASH OUTFLOW DURING THE HALF-YEAR</b>	<b>220</b>	<b>11 990</b>	<b>12 210</b>
Thereof cash outflow on acquisition during the half-year	220	10 774	10 994
Thereof cash outflow on acquisition of minority interests during the half-year	–	1 216	1 216

Total acquired goodwill of CHF 26 100 000 from the acquisition of the remaining 40% of the shares of Fiberline Composites A/S, Denmark was offset with equity at acquisition date on August 15, 2023. Total consideration paid for the acquisition of minority interests to date amounts to CHF 5 168 000. Therefore, the part of goodwill for which no cash payment has been executed as of June 30, 2024, amounts to CHF 20 932 000.

## 9. SUBSEQUENT EVENTS

On August 15, 2024, Gurit decided to close its structural profile production site in Middelfart, Denmark. The production volumes will gradually be shifted to Gurit sites in Chennai, India and Tianjin, China. There, Gurit already has the full range of the Group's wind market offerings and can fully capitalize on its production capabilities. Gurit expects the relocation to be finalized by July 2025 and to incur total impairment charges, restructuring and relocation expenses in the amount of approximately CHF 10 million primarily in the second half of 2024. The total cash out is estimated at approximately CHF 6 million. Thereof, less than CHF 1 million is expected to be incurred in 2024.

## EXPLANATION OF FINANCIAL TERMS USED

AMOUNTS IN CHF MILLION	REFERENCE	HALF-YEAR ENDED JUNE 30, 2024	HALF-YEAR ENDED JUNE 30, 2023
Operating profit	Consolidated Income Statement	9.9	13.0
+ Restructuring expenses	Note 5	1.7	0.6
<b>= ADJUSTED OPERATING PROFIT (EXCLUDING ONE-OFF ITEMS)</b>		<b>11.6</b>	<b>13.6</b>
÷ Net Sales	Consolidated Income Statement	213.5	244.6
<b>= ADJUSTED OPERATING PROFIT % OF NET SALES</b>		<b>5.4%</b>	<b>5.6%</b>
Operating profit	Consolidated Income Statement	9.9	13.0
- Depreciation	Note 6	6.8	6.6
- Amortisation	Note 6	0.8	0.7
<b>= EBITDA</b>		<b>17.4</b>	<b>20.3</b>
Net cash flow from operating activities	Consolidated Cash Flow Statement	5.2	12.5
- Purchase of property, plant and equipment	Consolidated Cash Flow Statement	- 5.1	- 5.5
- Purchase of intangible assets	Consolidated Cash Flow Statement	- 0.5	- 0.6
+ Proceeds from sale of property, plant and equipment	Consolidated Cash Flow Statement	1.4	-
<b>= FREE CASH FLOW</b>		<b>1.0</b>	<b>6.5</b>
Purchase of property, plant and equipment	Consolidated Cash Flow Statement	5.1	5.5
+ Purchase of intangible assets	Consolidated Cash Flow Statement	0.5	0.6
+ Capital expenditures already invoiced but not yet paid		0.8	0.4
- Capital expenditures invoiced in prior year but paid in current year		- 1.2	- 1.0
<b>= CAPITAL EXPENDITURES</b>		<b>5.2</b>	<b>5.5</b>
Current borrowings	Consolidated Balance Sheet	2.9	21.9
+ Non-current borrowings	Consolidated Balance Sheet	76.3	68.2
<b>= TOTAL GROSS DEBT</b>		<b>79.2</b>	<b>90.1</b>
- Cash	Consolidated Balance Sheet	- 15.7	- 12.1
<b>= NET DEBT</b>		<b>63.4</b>	<b>78.0</b>
Total gross debt	as above	79.2	90.1
÷ EBITDA last 12 months		31.7	31.9
<b>= GROSS DEBT / EBITDA RATIO</b>		<b>2.50</b>	<b>2.82</b>
Equity	Consolidated Balance Sheet	82.9	110.3
÷ Total assets	Consolidated Balance Sheet	316.8	326.3
<b>= EQUITY IN % OF TOTAL ASSETS</b>		<b>26.2%</b>	<b>33.8%</b>

## EXPLANATION OF FINANCIAL TERMS USED (CONTINUED)

AMOUNTS IN CHF MILLION	HALF-YEAR 2024 AT HALF-YEAR 2023 EXCHANGE RATES	HALF-YEAR ENDED JUNE 30, 2023	CURRENCY ADJUSTED GROWTH
Net Sales			
Wind materials	147.8	160.0	– 7.6%
Manufacturing solutions	22.4	30.7	– 27.0%
Marine and industrial	52.9	54.0	– 1.9%
<b>TOTAL GROUP</b>	<b>223.1</b>	<b>244.6</b>	<b>– 8.8%</b>

# INVESTOR RELATIONS

## SHARE CAPITAL

The share capital of Gurit Holding AG is divided into:

4 680 000 registered shares at CHF 5.00 par value

Securities No. 117 356 711

## STOCK MARKET TRADING

The shares are listed on SIX Swiss Exchange. Prices are published in the Swiss daily and financial press as well as in electronic price information systems under the following symbols or numbers:

Reuters

GURN.S

Telekurs

GURN

Securities no.

117 356 711

ISIN

CH1173567111

## IMPORTANT DATES

The most important dates for publications this year and next are shown below:

October 31, 2024

Press release on Q3 2024 net sales

January 30, 2025

Press release on FY 2024 net sales

March 3, 2025

Presentation full-year results 2024  
Analyst/Media Conference  
Publication of Annual Report 2024 and  
Sustainability Report 2024

April 15, 2025

Annual General Meeting 2025  
Press release on Q1 2025 net sales

The key dates are continuously updated at [www.gurit.com/financial-calendar](http://www.gurit.com/financial-calendar)

## INTERNET/EMAIL ALERTS

For additional information, please visit the Gurit website at [www.gurit.com/Investors](http://www.gurit.com/Investors)

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