



MASTERPLAST PLC.
INTERIM MANAGEMENT REPORT

18 NOVEMBER 2021

MASTERPLAST PLC.
Interim management report
2021

Third quarter

Consolidated, not audited

According to International Financial and Reporting Standards (IFRS)

18 November 2021

The main activity areas of Masterplast (later: "Group", "Masterplast", "Company"), founded in 1997, are production and sales of building insulation materials and systems in construction industry, complemented by the production and sale of healthcare textile and hygiene products. The international Group, which headquarter is based in Hungary, has its own active subsidiary companies in 9 European countries, where 7 different production plant units are operated. The Group represents itself with its construction industry products on thermal insulation system, heat, sound and water insulation, roofing and on dry construction market, furthermore the Company participates with hygiene products on healthcare market. The international and domestic manufacturing bases ensure competitiveness to deliver the products of the Group to the European markets and markets outside Europe, via its subsidiaries and partners. The aspects of sustainability, energy efficiency and environment protection are considered by Masterplast as high importance in the internal processes, as in production and innovation.

1. SUMMARY

Favorable construction demand, supply chain difficulties of materials and increased prices were the main trends on the market in the third quarter, where Masterplast managed to deliver outstanding performance by taking advantage of reliance on its own stable supply chains, efficient inventory management and strong market position. The sales revenue increased by 35% compared to the third quarter of last base year - including the turnover of German subsidiary -, the price and volume effect increase of core activity and moderate level of sales from protective clothing, also contributed to the higher sales figures. The increased gross trade margin of the Group driven by the stable construction industry performance and the sales of protective clothes. Profitability of subsidiaries and utilization of manufacturing capacities also increased, as production efficiency improved. Driven by all these factors, the Group's quarterly EBITDA multiplied by one and a half, the profit after tax nearly doubled to over EUR 5 million compared to last year's base, meanwhile the total profit after tax with over EUR 14 million reached triple times higher levels than last year cumulated results. At the end of third quarter, as a result of these financials, the earnings per share (EPS) increased to nearly one euro level (EUR 0.96 per share). For the last quarter of the year, the company also expects similar business environment, where the Group - relying on its stable production and on strong supply chain - forecasts significantly higher turnover and profit generation compared to base year, so Masterplast could be able to achieve its targets presented in September, by closing a record financial year.

Data in 1000 EUR	Q3 2021	Q3 2020	2021 YTD	2020 YTD
Sales revenues	50 695	37 550	146 113	90 001
EBITDA	6 330	4 210	19 207	8 093
EBITDA ratio	12,5%	11,2%	13,1%	9,0%
Profit/loss after taxation	5 032	2 621	14 179	4 732
Net income ratio	9,9%	7,0%	9,7%	5,3%

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

- The general trends of industrial demand are defined favorable for the Company's markets – in many cases boosted by government grants and incentives - in the third quarter of the year as well, however shortage of materials and prices increases reflected in the price of finished goods, these effects slightly lowered the purchase attitude, experienced in the previous quarters. According to industrial statistics, construction industry performance increased in Hungarian market, which is the most crucial market of the Company, and as well as in Romanian, Serbian, Croatian market. Overall, Germany, Ukraine and Poland experienced decline in the industry in the third quarter.
- Masterplast generated EUR 50 695 thousand sales in the third quarter of the year, which is 35% higher compared to the same period of financial year 2020. The turnover of core business increased more than the effect of higher level of prices, but sales from protective clothing, started in December last year, also slightly contributed to the strong revenue increase.

- The Group realized growth in all product groups, still the thermal insulation system provided the biggest product share, where the overall sales increased by 36% in Q3 of 2021. Sales of roofing foils and accessories increased by 11%, while the dry construction system product group expanded 1.5 times higher compared to the base. The turnover of heat, sound and water insulation materials increased by 29% and of building industry accessories by 7%. Meanwhile, sales of the industrial applications product group increased significantly (73%), mainly due to the sale of medical foils and the finished product (protective clothing) launched at the end of the previous year.
- On the Group's Hungarian market, which is the largest, the Company managed to meet the demands, despite in the middle of turbulent supply chain problems and generated higher turnover by 79% in Q3 2021 compared to base, increase primarily driven by insulation and construction sales. Significantly higher turnover growth was achieved also in the Export markets (60%), and in Slovakia (46%), but Polish (19%), Ukrainian (16%), Serbian (14%), Romanian (7%) and North Macedonian (13%) markets performed well. However, decrease in sales of Croatia (-23%) and of Germany (-22%) resulted by the lower level of sold healthcare related products compared to same period of prior year and included in the base quarter year, effected by the pandemic related one-off sales items.
- In addition to the increased turnover, the gross trade margin also reached higher levels in Q3 2021 compared to the base period. The growth was largely driven by the product margins of core activities, furthermore by the expansion of healthcare segment in the portfolio. The relative profitability to realized revenue was maintained by the Group, because the purchase price increase effect was handled effectively in the sales prices.
- The efficiency of own production has further improved. The manufacturing output of the Serbian fiberglass and mesh edge plants increased compared to the base, besides the EPS output nearly reached the output level of strong base period, as the foam unit plant in Kál. The German fleece unit operated with full capacity utilization in the third quarter again.
- The cost of materials and services – considering the change in the self-manufactured inventories as well – increased in line with the turnover growth in Q3 2021, compared to prior base year.
- The personnel expenses of the Company increased in the quarter compared to the base, due to the new factory units established in Hungary, the higher number of employees in Serbia and to the salary increase in line with market trends. The Group had 1 283 employees at the end of Q3, opposed to the staff level of 1 134 people of the base period.
- An increase in the amount of depreciation driven by established new CAPEX investment in Hungarian site. The other operating profit also resulted higher results in Q3 2021 compared to the base period, due to accounted deferred income of government grants.
- The Group's EBITDA was EUR 6 330 thousand (12.5% EBITDA ratio) compared to EUR 4 210 thousand (11.2% EBITDA ratio) of base period, which resulted 50% increase. The EBITDA from the core business activities increased due to efficient operations and the expansion of manufacturing in addition to an outstanding sales performance, which was further improved by the profitability of the healthcare industry. Operating profit in the third quarter (EBIT) was EUR 5 126 thousand, 48% higher than the base value of EUR 3 471 thousand.
- The Company's payable interests increased slightly due to issued bonds, while the income of the other financial operations, driven by favorable to exchange rate effects, recognized higher profits in Q3 2021 compared to the base.
- The Group's PAT for Q3 2021 was also over EUR 5 million, 92% higher compared to base period profit of EUR 2 621 thousand in the base period.
- Due to the sanitary fleece factory in Sárszentmihály and to the already launched investments, the value of fixed assets amounted to EUR 85 867 thousand at the end of Q3 2021, which is EUR 36 793 thousand higher than the level by the end of the base period.
- The inventory amounted to EUR 39 157 thousand at the end of Q3 2021, which is EUR 16 725 thousand higher compared to the closing value of the base period, mainly driven by increased inventory level of own productions.
- The Company's accounts receivable increased nearly in line with the quarterly sales growth, closed at EUR 30 778 thousand at the end of September 2021, which is EUR 10 226 thousand higher than a year earlier.

- The Company managed to restructure its financing via Growth Bond Program, bonds issue of HUF 6 billion nominal value in December at the end of last year and HUF 9 billion in August 2021 increased the Group's bond liabilities in the balance sheet.
- In line with bond issuance programs, the cash and cash equivalent balance increased by EUR 16 706 thousand, to EUR 23 712 thousand compared to base year.
- Following the quarter end and before the reporting date as subsequent event, Company acquired the remaining 50% of Masterplast Nonwoven GmbH, the transaction made the subsidiary company 100% owned by the Group. The acquisition of remaining ownership took place earlier than originally planned and modified favorably the terms of purchase option scheduled for 2023.

2. Business Prospects

The Company still expects a turbulent raw materials market, but its strong market and manufacturing positions ensure a high level of exploitation of the opportunities provided by demand. In connection with the unfolding energy crisis and price increases, it is important to mention that the Company's production is less energy intensive, so the increase in energy prices does not pose a direct threat to the company's profitability.

Taking all this into account, the Group forecasts higher turnover and profit generation than in the previous year's base for the rest of the year, with which it can ensure the achievement of the annual profit targets.

3. Presentation of the external economic and industrial environment

The external economic and industrial environment has a significant effect on the production and sale of the insulation and other construction materials, which are the main activities of the Masterplast. While the sale of the constructional and accessories products is mainly in relation with the new buildings market, the insulation related materials (primarily the heat insulation) depend on both the new building and home renovation markets.

The industry demand in the Company's markets was favorable in the third quarter as well, however, the shortage of raw materials and the rise in prices were strongly reflected in the prices of finished products. The situation in the raw material market continues to have a significant impact on the business and the positions of market participants. Own production capacity, the quality and breadth of supplier relationships play a key role in the successful operation.

On the most significant Hungarian market, according to the data of the KSH the construction output also increased in the third quarter compared to the same period of the previous year, as did the number of contracts for the construction of buildings. Government subsidies (family support home creation program, housing renovation support) continue to have a positive effect on the development of industry demand, however, due to significant increases in construction material prices, the dynamics of growth slowed down in the third quarter compared to the volumes expected for the main season. This trend is likely to continue in the next quarter, but the Company's expectations are positive, based on its strengthened market position due to its own production capacity and wide range of suppliers.

In Romania, the economy maintained the dynamics of the previous quarter. In terms of construction output, the positive trend also continued, mainly due to the growing number of residential real estate constructions. The state supports the industry with tax breaks and a sector-specific raised minimum wage, while it also helps with real estate purchases through low interest rates and state guarantees. In addition, the government issued a decree allowing construction contractors to adjust the prices of previously contracted works in response to changes in raw material prices, to avoid stop investments that had already begun. Demand forecasts remain positive for new residential real estate.

In Serbia, the government's economic protection measures remained in place, seeking to secure the liquidity of the economy and individuals by keeping interest rates at the same level. Growth in industrial production appears to be

slowing, while the value of construction work and the number of building permits issued in the construction industry increased compared to the same period last year.

In Ukraine, the economy grew slightly. Construction output also showed growth in the quarter, driven by work on residential real estate. The retail sector is supported by the state through the government programs "Affordable Mortgage" and "Large Construction".

In Germany, the economy grew by 2.5% in the third quarter versus last year's same period, but was still below pre-virus levels. The effects of the global shortages of raw materials continued to dampen construction performance in the country. On the demand side, it is strengthened by the government's subsidies for the energy modernization of buildings to achieve its climate-neutral goals.

In Poland, construction output remained below its performance a year earlier, and the improving trend seen in previous quarters had come to a halt in the period under review. Pessimism among market participants, rising commodity prices and labour prices, and economic uncertainty caused by the coronavirus epidemic are on the rise. The number of new residential properties offered for sale continued to increase compared to the base year, but was far below the record numbers of previous quarters.

Slovakia, construction output statistics showed a slight improvement in the third quarter compared to the previous year, but were still (16-17%) behind the pre-pandemic period. Hectic price changes and a shortage of goods at European level are having a negative effect on the market. The stable supply chain behind the Company continued to give the Company a significant competitive advantage in the Slovak market in the third quarter. It improves the outlook for the Company and the industry that the Slovak government is devoting significant resources to the construction industry from the restart fund.

In Croatia, industrial production increased in the third quarter as well. The construction industry also expanded compared to the same period last year, with both the value of construction work and the number of building permits issued increasing. Croatia was also affected by the shortage of raw materials, which resulted in strong price competition in this market due to the abundant supply of goods relative to demand.

In northern Macedonia, industrial production declined slightly in the third quarter. At the same time, construction demand remained favorable in terms of the number of building permits issued and the estimated total value of construction compared to the same period last year, but the dynamics of growth in this country also remained lower than in the previous quarter.

In correspondence with the processes and data cited above, the EUROSTAT quarterly statistic report is recalled here presenting the changes in the volume of the issued building permits divided by countries and compared to the base (preceding) periods.

Quarterly change of building permits from Q2 2020 to Q2 2021:

	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021
Croatia	17,3	-1,5	4,3	12,3	4,3
Hungary	-38,9	0,1	0,9	68,3	-2,1
Poland	0,0	10,6	14,6	9,9	1,9
Romania	-25,7	31,8	7,3	10,9	2,5
Slovakia	-35,3	29,2	-7,8	3,2	24,7
Serbia	-18,0	-15,6	2,5	37,6	5,2

Source: EUROSTAT: Building permits - quarterly data

3. Sales by main product groups

Sales by main product groups:

Data in 1000 EUR	Q3 2021	Q3 2020	Index	2021 YTD	2020 YTD	Index
	(A)	(B)	(A/B-1)	(A)	(B)	(A/B-1)
Thermal insulation system	21 715	15 950	36%	56 555	41 917	35%
Roofing foils and accessories	8 705	7 857	11%	22 962	14 625	57%
Dry construction system	4 705	3 151	49%	13 311	9 423	41%
Heat, sound and water insulation materials	5 062	3 923	29%	13 013	10 134	28%
Building industry accessories	1 720	1 602	7%	4 576	4 304	6%
Industrial applications	8 789	5 067	73%	35 695	9 599	272%
Total sales revenue	50 695	37 550	35%	146 113	90 001	62%
Contribution of product groups in percentage to the total sales revenue						
Thermal insulation system	44%	43%	-	39%	47%	-
Roofing foils and accessories	17%	22%	-	16%	16%	-
Dry construction system	9%	8%	-	9%	10%	-
Heat, sound and water insulation materials	10%	10%	-	9%	11%	-
Building industry accessories	3%	4%	-	3%	5%	-
Industrial applications	17%	13%	-	24%	11%	-
Total sales revenue	100%	100%	-	100%	100%	-

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

The Masterplast sales in Q3 2021 was EUR 50 695 thousand, which is 35% above the turnover of the same period in the base year 2020.

Within the Group's sales revenue, the thermal insulation systems continued to generate for the highest sales proportion (44%), where in the quarter the sales increased by 36%. Within the product group, sales of EPS products and fiberglass mesh also increased significantly, but each item contributed to the result with growth. With the exception of Croatia and Northern Macedonia, sales of the product group increased in the Company's markets. Of these, the twice as high sales performance to the export countries and one and a half times sales performance in the Hungarian and Slovak markets were the most outstanding.

Turnover of the roofing foils and accessories in Q3 2021 was 11% higher than in the same period in 2020. The turnover of diffusion roofing foils increased less than before due to the slowdown in the growth rate mainly of export markets, Germany and Poland, and sales decreased in several countries. At the same time, the Hungarian, Ukrainian and Romanian markets performed outstandingly.

Sales of the dry construction system products improved by 49% in Q3 2021 compared to the base. The high-value growth was mainly due to sales of profiles and accessories, sales of drywall increased slightly. Examining countries, the Ukrainian and Croatian markets declined, while the turnover of the product group increased significantly in the other countries.

In the heat, sound and water insulation materials product group the sales increased by 29% in Q3 2021 compared to the same period in 2020. In addition to sales of glass and rock wool and XPS products, turnover of foam products also showed strong growth. The product group also performed well in terms of markets. Sales decreased in Romania, Croatia and Northern Macedonia, while sales in other markets increased significantly, especially in Slovakia and Hungary.

Turnover of building industry accessories products increased by 7% in the third quarter of 2021 compared to the base. The Polish, Hungarian, export and Slovak markets performed well, while sales in the other relevant markets declined.

In the case of the industrial applications product group, the turnover increased by 73% in Q3 compared to the base. Overall, sales of healthcare products increased compared to the base due to sales of protective clothing to Hungarian healthcare, while sales from the German plant decreased compared to the same period last year. Income from packaging related products and revenue of non-strategic trade of raw materials also increased.

4. Sales by countries

The breakdown of the sales by countries shows the revenue realized in countries where Masterplast has its own subsidiary, regardless of which subsidiary has sold in the country. For countries where there is no subsidiary of the Group, sales are reported on the Export line.

Sales by countries:

Data in 1000 EUR	Q3 2021	Q3 2020	Index	2021 YTD	2020 YTD	Index
	(A)	(B)	(A/B-1)	(A)	(B)	(A/B-1)
Hungary	20 838	11 632	79%	67 128	34 052	97%
Export	7 638	4 767	60%	19 610	11 657	68%
Germany	4 021	5 134	-22%	11 828	6 060	95%
Poland	4 825	4 498	7%	11 278	10 751	5%
Romania	3 037	2 556	19%	10 004	5 912	69%
Serbia	3 312	2 893	14%	9 050	7 217	25%
Ukraine	3 556	3 071	16%	7 698	6 492	19%
Slovakia	2 096	1 440	46%	5 226	3 786	38%
Croatia	822	1 071	-23%	2 859	2 873	0%
North Macedonia	551	489	13%	1 432	1 201	19%
Total sales revenue	50 695	37 550	35%	146 113	90 001	62%
Contribution of countries in percentage to the total sales revenue						
Hungary	40%	30%	-	46%	38%	-
Export	15%	13%	-	13%	13%	-
Germany	8%	14%	-	8%	7%	-
Poland	10%	12%	-	8%	12%	-
Romania	6%	7%	-	7%	7%	-
Serbia	7%	8%	-	6%	8%	-
Ukraine	7%	8%	-	5%	7%	-
Slovakia	4%	4%	-	4%	4%	-
Croatia	2%	3%	-	2%	3%	-
North Macedonia	1%	1%	-	1%	1%	-
Total sales revenue	100%	100%	-	100%	100%	-

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

In the most relevant Hungarian market, the turnover increased by 79% in Q3 2021 compared to the base period. The Company achieved strong growth in the construction product groups. The above-mentioned government incentives for home construction and renovation continued to have a positive effect on demand, but the sales increase of the quarter reflected the impact of higher finished product prices as a result of the raw material market situation also. Examining the product groups, the quarterly revenue of building industry accessories increased modestly, in the other product groups, quarterly revenue increased significantly, by more than 30% compared to

the base period. Of these, sales of EPS products stand out, with an exceptionally high increase. Entering the healthcare market continues to play a role in the growth of Hungarian sales. (Sales of protective clothing to Hungarian healthcare, shown in the industrial applications product group, started in the last quarter of 2020.)

Turnover in the export market increased by 60% in Q3 2021 compared to the same period last year. The sales revenue of the self-manufactured fiberglass mesh belonging to the product group of thermal insulation system increased the most, but the turnover of the other product groups also expanded. In terms of performance in the target countries, decline was only seen in countries with a smaller share. Sales in the Czech Republic, Italy and Latvia increased the most.

Turnover in the German market decreased by 22% in Q3 2021 compared to the same period last year. The decrease was due to a decline in sales of medical textiles produced by the German manufacturing unit, compared to a strong base more affected by the viral situation. Sales of self-produced diffusion roofing foils also decreased minimally. At the same time, the sales of the thermal insulation product group increased significantly in the market due to the sales of fiberglass mesh.

In the Romanian market, sales increased by 7% in the third quarter of 2021 compared to the base period. The sales of thermal insulation systems and roofing foils product groups grew well thanks to the sales of fiberglass mesh and diffusion roofing foils, and the performance of the drywall profiles belonging to the dry construction systems group was outstanding. In the other product groups, turnover in the Romanian market decreased.

Turnover in the Polish market increased by 19% in Q3 2021 compared to the base period. Sales increased nicely in all product groups except roofing foils and accessories. The sales performance of dry construction systems should be emphasized, where the turnover has increased one and a half times.

Serbia achieved a 14% increase in sales in Q3 2021 compared to the base. Turnover in the dry construction systems product group increased significantly due to the sales of profiles, but the thermal insulation system product group also performed well due to the increase in sales of fiberglass mesh. The turnover of heat, sound and water insulation materials are also increased in the quarter, while that of roofing foils and building industry accessories decreased compared to the previous year.

In Ukraine the Company achieved a 16% turnover growth in Q3 2021 compared to the base of 2020. The sales of roofing foils increased the most - due to both traditional and diffusion roofing foils sales - and the product group of heat, sound and water insulation materials also performed well. Sales of non-self-manufactured fiberglass mesh in thermal insulation system also increased compared to the base. Turnover of dry construction system and building industry accessories decreased in the third quarter.

In the Slovak market, sales increased by 46% in the third quarter of 2021. Sales of heat, sound and water insulation materials increased sharply. Only the sales of roofing foils and accessories decreased compared to the same period of the previous year, while in the other groups the Company's turnover in the Slovak market increased significantly.

In the Croatian market, sales decreased by 23% in the third quarter of 2021 compared to the same period of the previous year, which trend was reflected in the sales results of all product groups of the Company in the third quarter in this market.

In North Macedonia, with the smallest turnover share, 13% increase in sales was reported in Q3 2021. Sales of the dry construction system and roofing foils product groups increased significantly, while sales decreased in the other product groups.

All in all, supported by favorable industry demand, Masterplast achieved a strong turnover performance again: sales increased by more than a third in Q3 2021 compared to the same period last year. The sales revenue of the construction segment increased significantly, and the sales result of the healthcare segment also contributed to the growth, at a lesser extent. Increase was seen in all product groups, sales of EPS products, fiberglass mesh and drywall

profiles developing particularly well. In terms of markets, with the exception of Croatia and Germany, the Company performed well in its markets, especially in Hungary and in the Export areas.

5. Profit and loss account

The exhibit below shows the consolidated profit and loss statement of the Masterplast PLC. in total cost form, in thousand EUR.

Data in 1000 EUR	Q3 2021	Q3 2020	Change	Index	2021 YTD	2020 YTD	Change	Index
	(A)	(B)	A-B	(A/B-1)	(A)	(B)	A-B	(A/B-1)
Sales revenues	50 695	37 550	13 145	35%	146 113	90 001	56 112	62%
Cost of materials and services	-40 548	-28 369	-12 179	43%	-112 075	-69 765	-42 310	61%
Payroll costs and contributions	-5 534	-4 510	-1 024	23%	-15 898	-11 894	-4 004	34%
Depreciation	-1 204	-739	-465	63%	-3 183	-1 988	-1 195	60%
Change in self-manufactured inventories	1 456	-325	1 781	-548%	1 254	-80	1 334	-1668%
Other operating revenues and expenses	261	-136	397	-292%	-187	-169	-18	11%
EBITDA	6 330	4 210	2 120	50%	19 207	8 093	11 114	137%
<i>EBIDTA ratio</i>	<i>12,5%</i>	<i>11,2%</i>	-	-	<i>13,1%</i>	<i>9,0%</i>	-	-
PROFIT / LOSS OF BUSINESS ACTIVITY (EBIT)	5 126	3 471	1 655	48%	16 024	6 105	9 919	162%
Interest revenues	85	7	78	1114%	251	32	219	684%
Interest expenses	-383	-107	-276	258%	-935	-312	-623	200%
Other financial revenues and expenses	942	-145	1 087	-750%	642	-287	929	-324%
FINANCIAL PROFIT/LOSS	644	-245	889	-363%	-42	-567	525	-93%
Profit/loss from associations	20	1	19	1900%	165	1	164	16400%
Profit/loss before income tax	5 790	3 227	2 563	79%	16 147	5 539	10 608	192%
Taxes	-758	-606	-152	25%	-1 968	-807	-1 161	144%
Profit/loss after taxation	5 032	2 621	2 411	92%	14 179	4 732	9 447	200%
<i>Profit attributable to the owners of the parent</i>	<i>5 018</i>	<i>2 107</i>	<i>2 911</i>	<i>138%</i>	<i>14 072</i>	<i>4 208</i>	<i>9 864</i>	<i>234%</i>
<i>Profit attributable to the minority</i>	<i>14</i>	<i>514</i>	<i>-500</i>	<i>-97%</i>	<i>107</i>	<i>524</i>	<i>-417</i>	<i>-80%</i>
<i>Earnings per share (EPS) (EUR)</i>	<i>0,37</i>	<i>0,15</i>	-	-	<i>0,96</i>	<i>0,29</i>	-	-
<i>Diluted earnings per share (diluted EPS) (EUR)</i>	<i>0,37</i>	<i>0,15</i>	-	-	<i>0,96</i>	<i>0,29</i>	-	-

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules

The Group's sales revenue in Q3 2021 was EUR 50 695 thousand, which is EUR 13 145 thousand (35%) higher than in the base period. The growth was largely driven by sales of core business activity in the most of Group's markets,

furthermore sales from protective clothing to Hungarian healthcare also slightly contributed to the revenue increase.

In addition to the increased turnover, the gross trade margin also reached higher level in Q3 2021 compared to the base period. The gross margin from sales of core products improved for the most members of the Group, but the healthcare segment results also contributed to profitability. The Export, Hungarian, Serbian and Romanian markets increased the Group's gross trade margin the most in the quarter. The relative profitability to realized revenue was maintained by the Group, because the purchase price increase effect was handled effectively in the sales prices.

Production efficiency has further improved. The manufacturing output of the Serbian fiberglass and mesh edge plants increased compared to the base, besides the EPS output nearly reached the level of strong base period, as the foam unit plant in Kál. The German fleece unit operated with full capacity utilization in the third quarter again. Raw material supply disruptions have been successfully handled in all of the Company's plant units, thus ensuring continuity of production.

The cost of materials and services – considering the change in the self-manufactured inventories as well – increased (36%) in line with the turnover growth in Q3 2021, compared to prior base year. The increase in cost of materials, other materials, energy, fuel, other service, maintenance are resulted higher materials and services costs levels, but the rental fees did not represent major changes, compared to the prior base period.

The personnel expenses of the Company increased in the quarter compared to the base, due to the new factory units established in Hungary, the higher number of employees in Serbia and to the salary increase in line with market trends. The Group had 1 283 employees at the end of Q3, opposed to the staff level of 1 134 people of the base period.

An increase in the amount of depreciation driven by established new CAPEX investment in Hungarian site. The other operating profit also resulted higher results in Q3 2021 compared to the base period, due to accounted deferred income of government grants.

The Group's EBITDA was EUR 6 330 thousand (12.5% EBITDA ratio) compared to EUR 4 210 thousand (11.2% EBITDA ratio) of base period, which resulted 50% increase. Considering depreciation, the operating profit in the third quarter (EBIT) was EUR 5 126 thousand, 48% higher than the base value of EUR 3 471 thousand.

The Company's interest income increase compensated by slight interests paid increase driven by the issued bonds. The effects resulted loss making interest net result of EUR 198 thousand compared to the base.

The other financial related incomes and expenditures mainly represent the exchange rate related profits/losses. As the Company mainly realises its purchases in EUR and USD and the sales are being generated in local currencies therefor the fluctuation of these currencies can have a remarkable effect on the Group's financial results. Since most of the local currencies are linked to the EUR, the EUR/USD rate moves also influences – in case USD purchases – the exchange rate results.

The following table shows the exchanges of major currencies for the Group in 2021, 2020 and 2019:

Closing exchange rates	31-12-2019	30-06-2020	30-09-2020	31-12-2020	30-06-2021	30-09-2021	Index	Index	Index	Index	Index
	A	B	C	D	E	F	C/A	F/D	C/B	F/E	F/C
EUR/USD	1,12	1,12	1,17	1,23	1,19	1,16	104,42%	94,51%	104,38%	97,63%	99,10%
EUR/HUF	330,52	356,57	364,65	365,13	351,90	360,52	110,33%	98,74%	102,27%	102,45%	98,87%
EUR/RON	4,78	4,84	4,87	4,87	4,93	4,95	101,89%	101,60%	100,57%	100,41%	101,59%
EUR/RSD	117,59	117,58	117,58	117,58	117,57	117,56	99,99%	99,98%	100,00%	99,99%	99,98%
EUR/UAH	26,42	29,95	33,13	34,74	32,30	30,98	125,39%	89,18%	110,62%	95,91%	93,51%
USD/HUF	294,74	317,83	311,40	297,36	296,04	310,66	105,65%	104,47%	97,98%	104,94%	99,76%
USD/RON	4,26	4,32	4,16	3,97	4,14	4,25	97,67%	107,09%	96,26%	102,53%	102,05%
USD/RSD	104,92	104,63	100,17	95,66	98,74	101,29	95,47%	105,88%	95,74%	102,59%	101,12%
USD/UAH	23,69	26,69	28,30	28,27	27,18	26,58	119,47%	93,99%	106,02%	97,79%	93,91%

Source: Hungarian National Bank rates

Because of favorable exchange rate effects, the Company has generated and booked profit of EUR 942 thousand as other financial result in Q3 2021 compared to the EUR 145 thousand loss of base period.

The Group's PAT for Q3 2021 was EUR 5 032 thousand, 92% larger than the profit of EUR 2 621 thousand of the base period.

All in all, the Company has another strong, profitable quarter behind it, despite the raw material market situation prevailing since the beginning of the year. The Sales revenue was able to grow by 35% in the third quarter. In addition to the increase in turnover, the trade margin also increased. The efficiency of own production and capacity utilization further improved. The Group's EBITDA in Q3 2021 was EUR 6 330 thousand (12.5% EBITDA margin) compared to EUR 4 210 thousand (11.2% EBITDA margin) in the base period, an increase of 50%. The Group's financial result improved, the PAT reached again the EUR 5 million level, EUR 5 032 thousand profit in the third quarter of 2021, which is 92% higher compared to the profit of EUR 2 621 thousand in the base period.

6. Other comprehensive income

Data in 1000 EUR	2021 YTD	2020 YTD
Profit for the year	14 179	4 732
Foreign exchange result on translation*	221	-1 274
Comprehensive income related to a CCIRS transaction*	-763	-1 003
Parent company's share of the change in the value of associates*	5	-23
Other comprehensive income	-537	-2 299
Comprehensive income	13 642	2 433

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules

* Will not be recognised in profit or loss in future periods

7. Balance sheet

Due to the strong seasonal impact of the Group's business during the year, the Company presents and analyses its balance sheet as at 30th September 2021 comparing to the balance sheet data of the same date of the previous year. A separate table shows the comparison with year-end volumes.

Data in 1000 EUR	30-09-2021	30-09-2020	Change	Index
	(A)	(B)	A-B	(A/B-1)
FIXED ASSETS				
Land, buildings and equipment	84 519	48 201	36 318	75%
Intangible assets	154	179	-25	-14%
Shares in related companies	468	298	170	57%
Deferred tax assets	726	396	330	83%
Total fixed assets	85 867	49 074	36 793	75%
CURRENT ASSETS				
Inventories	39 157	22 432	16 725	75%
Trade accounts receivable	30 778	20 552	10 226	50%
Tax receivables	1 804	2 548	-744	-29%
Other financial receivables	1	124	-123	-99%
Other current assets	6 215	1 526	4 689	307%
Liquid assets	23 712	7 006	16 706	238%
Total current assets	101 667	54 188	47 479	88%
TOTAL ASSETS	187 534	103 263	84 271	82%
CAPITAL AND RESERVES				
Subscribed capital	5 504	5 504	0	0%
Reserves	29 079	23 835	5 244	22%
Repurchased shares	-2 166	-441	-1 725	391%
Parent share of interests	14 072	4 208	9 864	234%
Equity attributable to the owners of the parent	46 489	33 106	13 383	40%
Minority interests	1 223	1 873	-650	-35%
Total capital and reserves	47 712	34 979	12 733	36%
LONG-TERM LIABILITIES				
Long-term loans	6 587	5 481	1 106	20%
Liabilities from issued bonds	58 253	16 450	41 803	254%
Deferred tax liabilities	351	194	157	81%
Deferred income	24 328	3 195	21 133	661%
Other long-term liabilities	4 936	4 132	804	19%
Total long-term liabilities	94 455	29 452	65 003	221%
SHORT-TERM LIABILITIES				
Short-term loans	5 726	14 550	-8 824	-61%
Trade accounts payable	18 566	12 019	6 547	54%
Short-term leasing liabilities	107	176	-69	-39%
Other financial liabilities	3 031	2 800	231	8%
Tax liabilities	4 016	4 382	-366	-8%
Short-term deferred income	450	626	-176	-28%
Provisions	912	397	515	130%
Other short-term liabilities	12 559	3 883	8 676	223%
Total short-term liabilities	45 367	38 833	6 534	17%
TOTAL LIABILITIES	139 822	68 285	71 537	105%
TOTAL CAPITAL AND LIABILITIES	187 534	103 263	84 271	82%

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules

The total assets of the Group were EUR 187 534 thousand at the end of September 2021, EUR 84 271 thousand higher than at the end of the base period.

Due to the acquisition of a German production unit and to the launched CAPEX investments, the value of fixed assets amounted to EUR 85 867 thousand at the end of Q3 2021, which is EUR 36 793 thousand higher than the value at the end of base period. During 2021, the Company spent EUR 34 116 thousand on CAPEX purchases.

Due to the increase in production outputs and inventory prices, the inventory level amounted to EUR 39 157 thousand at the end of September 2021, which is EUR 16 725 thousand EUR higher than the closing inventory value of the base period.

The Company's accounts receivable increased in line with the quarterly increase in turnover, landed at EUR 30 778 thousand at the end of Q3 2021, which is EUR 10 226 thousand higher than in 2020 base.

The Group's cash and equivalents amounted to EUR 23 712 thousand at the end of September 2021, compared to EUR 7 006 thousand closing value Q3 2020. The changes in cash and cash equivalent are in line with the effect of bond refinancing program.

The Company managed to restructure its financing via Growth Bond Program launched by the MNB. Bonds issue of HUF 6 billion nominal value in December at the end of last year and of HUF 9 billion in August 2021 increased the Group's bond liabilities in the balance sheet and provided stable source of financing for its ongoing future investments.

The accounts payable closed on EUR 18 566 thousand in the end of Q3 2021, versus EUR 12 019 thousand at the end of Q3 2020.

The higher closing balance of other liabilities by EUR 8 676 thousand was driven by the ongoing CAPEX related government grants.

The value of deferred income increased by EUR 21 133 thousand compared to the base period due to investment-related grants not yet recognized in profit or loss.

8. Cash-flow, bank information

Data in 1000 EUR	30-09-2021	30-09-2020	Change	Index
	(A)	(B)	A-B	(A/B-1)
Operating Activities				
PBT	16 147	5 539	10 608	192%
Depreciation and Amortisation	3 183	1 988	1 195	60%
Bad debt provision	388	136	252	185%
Shortage and scrap of stocks	83	26	57	219%
Provisions	595	178	417	234%
Profit on fixed asset sale	-11	7	-18	-257%
Interest expense	935	312	623	200%
Interest revenue	-251	-32	-219	684%
Profit/loss from associations	-165	-1	-164	16400%
Unrealized foreign exchange gain (loss)	270	-313	583	-186%
Changes in Working Capital				
Change in Accounts Receivable	-14 405	-6 206	-8 199	132%
Change in Inventory	-14 162	-1 212	-12 950	1068%
Change in Other Assets	-5 625	-1 644	-3 981	242%
Change in Accounts Payable	5 260	1 291	3 969	307%
Change in Short-term liabilities	5 990	2 316	3 674	159%
Taxation	-19	0	-19	0%
Net Cash from Operations	-1 787	2 386	-4 173	-175%
Investing Activities				
CAPEX	-34 116	-10 783	-23 333	216%
Sale of fixed assets	120	79	41	52%
Acquisition or establishment of subsidiaries	0	-327	327	-100%
Interest received	251	32	219	684%
Net Cash from Investing activities	-33 745	-11 000	-22 745	207%
Financing Activities				
Borrowing	2 639	12 116	-9 477	-78%
Loan repayments	-165	-1 802	1 637	-91%
Issued bond	25 481	0	25 481	0%
Government grant	0	775	-775	-100%
Dividends paid	-618	0	-618	0%
Interest paid	-935	-312	-623	200%
Net Cash from Financing activities	26 402	10 777	15 625	145%
Net Cash flow of the period	-9 130	2 163	-11 293	-522%
Cash at beginning of period	33 267	4 530	28 737	634%
Effect of exchange rate changes	-425	313	-738	-236%
Cash at end of period	23 712	7 006	16 706	238%

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules

The net cash flow from operation was EUR -1 787 thousand at the end of Q3 2021, compared to the EUR 2 386 thousand value of end of the base period.

The cash flow from investing activities was EUR -33 745 thousand at end of September 2021 compared to EUR – 11 000 thousand in same period 2020.

The net cash flow from financial related activities amounted to EUR 26 402 thousand versus the EUR 10 777 thousand of the base year.

All in all, the cash and equivalents of the Company was EUR 23 712 thousand at the end of Q3 2021 which was higher by EUR 16 706 thousand than the EUR 7 006 thousand level of the previous year same period.

Loans and bank related information:

By the end of September 2021, the Company had complied with the lately redefined and contracted banking covenant requirements.

Investigations against Masterplast:

An investigation has been extended to the MASTERPLAST Romania Srl. which was launched by the Romanian tax authority to an assumed tax claim in relation with anti-dumping laws on imported products concerning the operations of some of the suppliers of the Romanian subsidiary of the Company, and the investigative authority suspected MASTERPLAST Romania S.R.L. and two executive officials of it. For the upcoming periods of the procedure, as a security for possible future enforcement up to the amount of EUR 2 019 880 (RON 9 951 341), ordered the seizure and banned the alienation of Romanian properties owned by MASTERPLAST Romania S.R.L.

This procedure has no influence on the operation and business activities of the MASTERPLAST Romania Srl.

The Company has initiated a legal redress against the decision. The legal redress is under procedure.

As the result of the completed tax investigation, the Romanian tax authority determined a VAT liability in the amount of EUR 251 875 (RON 1 246 053) and additionally EUR 80 176 (RON 396 638) as default interest for the inspected period from 01-01-2014 to 31-08-2016. The Company represented a bank guarantee for the tax liabilities.

As part of the transfer price investigation launched at the Romanian subsidiary of the Company, the Romanian Tax Authorities identified a tax deficit of EUR 470 672 (RON 2 318 107) for the financial years 2014-2018. The Company has appealed because of the finding with the assistance of experts thus the proceedings are still ongoing. In order to avoid possible future tax fines, the Company has paid the full amount to the tax authorities in year 2020, which was presented in the profit and loss account as "Other operating income (expenses)".

9. Change in equity

Data in 1000 EUR	Subscribed capital	Shares	Capital reserves	Accumulated profit reserves	Conversion reserves	Total reserves	Parent company's share of profit	Equity per shareholders in parent company	Share of external owners	Shareholders' equity
01-01-2020	5 504	-381	8 063	23 062	-8 686	22 438	4 573	32 133	473	32 606
Profit for the year	0	0	0	0	0	0	4 208	4 208	524	4 732
Comprehensive income related to a CCIRS transaction	0	0	0	0	-1 003	-1 003	0	-1 003	0	-1 003
Other comprehensive income	0	0	0	0	-2 173	-2 173	0	-2 173	876	-1 297
Prior year's profit or loss reclassified	0	0	0	4 573	0	4 573	-4 573	0	0	0
Redeemed treasury shares	0	-60	0	0	0	0	0	-60	0	-60
30-09-2020	5 504	-441	8 063	27 634	-11 862	23 835	4 208	33 106	1 873	34 979
01-01-2021	5 504	-138	8 063	27 634	-11 860	23 837	5 768	34 971	1 899	36 870
Profit for the year	0	0	0	0	0	0	14 072	14 072	107	14 179
Comprehensive income related to a CCIRS transaction	0	0	0	0	-763	-763	0	-763	0	-763
Dividends to minority shareholders	0	0	0	0	0	0	0	0	-618	-618
MRP share based payments	0	169	0	0	0	0	0	169	0	169
Other comprehensive income	0	0	0	0	391	391	0	391	-165	226
Prior year's profit or loss reclassified	0	0	0	5 768	0	5 768	-5 768	0	0	0
Redeemed treasury shares	0	-2 197	0	0	0	0	0	-2 197	0	-2 197
Other	0	0	0	-154	0	-154	0	-154	0	-154
30-09-2021	5 504	-2 166	8 063	33 248	-12 232	29 079	14 072	46 489	1 223	47 712

Source: consolidated non-audited report of the Group on 30th of September 2021 and non-audited report on 30th of September 2020 based on IFRS accounting rules

10. Contingent liabilities

Company	Type of guarantee	Covert amount by guarantee	Currency	Amount in EUR	Currency
Masterplast Romania	Bank guarantee	1 246 053	RON	251 875	EUR
Masterplast Romania	Bank guarantee	396 638	RON	80 176	EUR
Masterfoam Kft.	Custom	10 000 000	HUF	27 738	EUR
Masterfoam Kft.	Tender guarantee	251 003 670	HUF	696 227	EUR
Masterplast Proizvodnja DOO Subotica	Bill of exchange	0	EUR	0	EUR
Masterplast YU D.o.o.	Bank guarantee	117 559 500	RSD	1 000 000	EUR
Masterplast YU D.o.o.	Bank guarantee	330 000	EUR	330 000	EUR
Masterplast YU D.o.o.	Bank guarantee	2 000 000	EUR	2 000 000	EUR
Total:				4 386 016	EUR

Source: consolidated non-audited report of the Group on 30th of September 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

Off balance sheet items: relevant items in financial terms but items are not being presented in the balance sheet (such as guarantees, mortgage related liabilities etc.).

The Company has presented a bank guarantee covering the liabilities which were determined by the Romanian tax authority in the amount of 1 246 053 RON and 396 638 RON as default interest. Taking into account the legal outcome of the case, in consultation with the Company's legal counsel, the obligation is presented by the Company as a contingent liability.

11. Presentation of the manufacturing capacity

The Group's manufacturing activities were not materially affected by health problems, workforce resources outages caused by Covid19. The Company was also able to manage supply of raw materials despite the fact that the availability of raw materials was very limited. Cooperation with multiple suppliers and managing high level inventory levels continued to ensure for the Company to maintain continuous production and meet customer needs, thus enabling Masterplast to fulfill its orders on time.

At the Group's EPS plant in Subotica, production in the third quarter of 2021 nearly reached the record output level of base period. The cumulative production increased by 10% compared to base period. Shift of production focus towards high added value products was noticed, like graphite thermal insulation products with better insulating capacity.

The production of mesh edge in Subotica performed strong increase, 21% higher volume of outputs in the third quarter of 2021 versus base period. The cumulative increase was 16%.

In Subotica, the output of the finished products at the fiberglass factory was only 4% slightly higher than in the third quarter of last year, bringing the cumulative performance growth close to 20%. The production of semi-finished products was higher than the finished products', so the plant managed to increase the semi-finished stock and to reduce the time of fulfilling orders by a few percent.

The Group's Kál based foam factory production in Q3 2021 performed on the same level as Q3 2020. After the dynamic increase of production in Q2 2021, the cumulative production output resulted 10% higher levels compared to base year.

At the central site in Sárszentmihály, the diffusion roofing foil production plant continued its normal production with higher emissions, which approximately was 26% higher than in the first two quarters. The quarterly performance of the confectioning and winding section was 15% higher compared to the previous year's same period volume, cumulatively exceeding the base by 50%.

The Aschersleben fleece production unit continued production with high capacity-utilization in Q3 as well. The manufactured products were delivered directly to customers, serving specific orders.

The Group continued to manufacture protective coveralls made of its own qualified raw materials - finished sanitary products - by involving domestic sewing capacities and fulfilling the concluded supply contracts.

The Company, in relation to the largest investment completed in previous quarter, started fleece test productions, implementing bill of material lists, running technology tests in Q3 2021. Masteplast managed to manufacture and sale marketable products, but not yet significant quantity.

By the end of third quarter the Group finished its latest CAPEX project. Due to successful implementation of healthcare related manufacturing machinery units by deadline, the Company, in clear environment, is capable of producing own sewn products (protective overalls, insulating gowns, visitor gowns, foot and head bags, etc.). The next quarter of the year the Company schedules test productions, prototype developments, and hopefully fulfills its initial orders.

12. Changes of the full time employees (headcount)

	30-09-2021	31-12-2020	30-09-2020
Company employees	57	47	46
Group level employees	1283	1 109	1 134

Source: non-audited data from the Group's management information system

13. Significant events between the quarter-end and the publication of this half-year report

Company has acquired a 50% business share in Masterplast Nonwoven GmbH from BÜMO-Schrauben GmbH, which is wholly owned by Hartmut Layer, on 20 October 2021, by which the Subsidiary has become 100% owned by the Company.

The acquisition of the business share took place earlier than originally planned, by modifying the terms of the call option scheduled for 2023, on more favorable terms for the Company. The financing of the transaction is covered by the Company from the funds involved within the framework of the Growth Bond Program. Simultaneously with the sale and purchase of the business share, the Company entered into a long-term strategic business development agreement with the BWK Group, which is indirectly owned by Hartmut Layer. The BWK Group undertook to market the building material products of the Masterplast Group through its existing Western European customer network in Germany, France, Switzerland and Austria. The agreement could provide access to markets for the Masterplast Group in a wider range and volume. By covering the product demand of the expected significant commercial expansion, the Company also ensures the reservation of the free production capacities available in its plants.

14. Balance sheet compared with 31 December 2020 status

Data in 1000 EUR	30-09-2021	31-12-2020	Change	Index
	(A)	(B)	A-B	(A/B-1)
FIXED ASSETS				
Land, buildings and equipment	84 519	48 904	35 615	73%
Intangible assets	154	177	-23	-13%
Goodwill	0	4 291	-4 291	-100%
Shares in related companies	468	299	169	57%
Deferred tax assets	726	754	-28	-4%
Total fixed assets	85 867	54 425	31 442	58%
CURRENT ASSETS				
Inventories	39 157	25 084	14 073	56%
Trade accounts receivable	30 778	16 755	14 023	84%
Tax receivables	1 804	619	1 185	191%
Other financial receivables	1	13	-12	-92%
Other current assets	6 215	1 764	4 451	252%
Liquid assets	23 712	33 267	-9 555	-29%
Total current assets	101 667	77 502	24 165	31%
TOTAL ASSETS	187 534	131 927	55 607	42%
CAPITAL AND RESERVES				
Subscribed capital	5 504	5 504	0	0%
Reserves	29 079	23 837	5 242	22%
Repurchased shares	-2 166	-138	-2 028	1470%
Parent share of interests	14 072	5 768	8 304	144%
Equity attributable to the owners of the parent	46 489	34 971	11 518	33%
Minority interests	1 223	1 899	-676	-36%
Total capital and reserves	47 712	36 870	10 842	29%
LONG-TERM LIABILITIES				
Long-term loans	6 587	3 926	2 661	68%
Liabilities from issued bonds	58 253	32 772	25 481	78%
Deferred tax liabilities	351	338	13	4%
Deferred income	24 328	3 362	20 966	624%
Other long-term liabilities	4 936	4 599	337	7%
Total long-term liabilities	94 455	44 997	49 458	110%
SHORT-TERM LIABILITIES				
Short-term loans	5 726	5 914	-188	-3%
Trade accounts payable	18 566	13 306	5 260	40%
Short-term leasing liabilities	107	269	-162	-60%
Other financial liabilities	3 031	2 480	551	22%
Tax liabilities	4 016	2 497	1 519	61%
Short-term deferred income	450	450	0	0%
Provisions	912	317	595	188%
Other short-term liabilities	12 559	24 828	-12 269	-49%
Total short-term liabilities	45 367	50 061	-4 694	-9%
TOTAL LIABILITIES	139 822	95 058	44 764	47%
TOTAL CAPITAL AND LIABILITIES	187 534	131 927	55 607	42%

Source: consolidated non-audited report of the Group on 30th of September 2021 and audited report on 31st of December 2020 based on IFRS accounting rules

15. Consolidated companies

Company	Place of business registration	Equity capital	Foreign currency	Ownership	Voting rate	Activity
Masterplast Romania S.R.L.	Romania	36 000	RON	100%	100%	Wholesale of building materials
Masterplast YU D.o.o.	Serbia	192 557 060	RSD	100%	100%	Wholesale of building materials, EPS and fiberglass production
Master Plast s.r.o.	Slovakia	26 555	EUR	100%	100%	Wholesale of building materials
Masterplast d.o.o.	Croatia	20 000	HRK	100%	100%	Wholesale of building materials
MasterPlast TOV	Ukraine	27 000	UAH	80%	80%	Wholesale of building materials
Masterplast Sp zoo	Poland	200 000	PLN	80,04%	80,04%	Wholesale of building materials
MasterFoam Kft.	Hungary	3 000 000	HUF	100%	100%	Foam sheet production
Masterplast Medical Kft.*	Hungary	10 000 000	HUF	100%	100%	Wholesale of building materials Production of medical raw materials and finished products
Masterplast D.O.O.	North Macedonia	973 255	MKD	10%	10%	Wholesale of building materials
Green MP Invest	Ukraine	33 223 500	UAH	100%	100%	Asset management
Masterplast Hungária Kft.	Hungary	230 000 000	HUF	100%	100%	Wholesale of building materials
Mastermesh Production Kft.	Hungary	300 000 000	HUF	100%	100%	Fiberglass production
Masterplast International Kft.	Hungary	3 000 000	HUF	100%	100%	Wholesale of building materials
Masterplast Nonwoven GmbH	Germany	25 000	EUR	50%	50%	Fleece and multilayer membrane production
Fidelis Bau Kft.	Hungary	3 000 000	HUF	100%	100%	Thermobeton production
Indirect relations:						
Masterplast D.O.O.	North Macedonia	973 255	MKD	80%	80%	Wholesale of building materials
Masterplast Proizvodnja D.o.o.	Serbia	600 000	RSD	100%	100%	XPS production
Affiliated company of the Group:						
Masterprofil Kft.	Hungary	3 000 000	HUF	20%	20%	Profile production
Master Modul Kft.	Hungary	3 000 000	HUF	25%	25%	Production of modular buildings
T-CELL Plasztk Kft.	Hungary	104 000 000	HUF	24%	24%	EPS production

Source: non-audited data from the Group's management information system

* Previously Masterplast Gyártó és Kereskedelmi Kft, the company name changed on 30.07.2021.

The consolidation of the Company is based on equity valuation (equity method) and recognized in profit and loss account. The fair value of the interest at the date of preparation of the interim management report is the same as the purchase value, so the profit and loss account has not been adjusted by the difference resulting from the valuation of the share.

16. Leaders and strategic employees influencing the operation of the Issuer

The members of the Board:

Name	Post	Commencement of mandate (beginning of membership in the Board)	Completion of mandate	Time spent in Board /as Board members	Stockholding (pcs)
Tibor Dávid	Chairman of the Board	03-04-2008	30-04-2022	approximately 13,5 years	4 548 057
Ács Balázs	Vice Chairman of the Board	03-04-2008	30-04-2022	approximately 13,5 years	3 877 259
Dirk Theuns	Board member	01-05-2014	30-04-2022	approximately 7,5 years	-
Dezse Margaret*	Board member	01-05-2020	30-04-2022	approximately 1,5 years	-
Sinkó Ottó	Board member	01-05-2020	30-04-2022	approximately 1,5 years	-

*Dezse Margaret purchased 1 300 shares after the reporting period, on 13rd October 2021

The data of the Company's top management are shown in the table below on 30th September 2021:

Name	Post	Beginning of the current top management position	Completion of current top management position	Stockholding (pcs)
Tibor Dávid	Chairman	03-04-2008	indefinite duration	4 548 057
Ács Balázs	Vice Chairman	03-04-2008	indefinite duration	3 877 259
Nádasi Róbert	CEO	01-08-2018	indefinite duration	67 799

17. The shareholders of the Company with a holding above 5%

The Company's shareholders with a holding of more than 5% at the time of the closure of the report based on the announcements:

Name	Deposit handler	Quantity (pcs)	Share (%)
Tibor Dávid	no	4 548 057	31,15%
Ács Balázs	no	3 877 259	26,55%
SOH Kft. & LPH Kft. jointly	no	798 869	5,47%
Total		9 224 185	63,17%

18. Presentation of the amount of own shares (pcs)

	30-09-2021
Issuing ownership	205 000
Affiliated companies ownership	0
Total	205 000

19. Publications issued by Masterplast PLC. in the reference period:

Publication date	Object
04.01.2021.	Voting rights, registered capital
08.01.2021.	Masterplast is starting a new fiberglass manufacturing development
12.01.2021.	Information on documents related to the investor forum on 12 January 2021
14.01.2021.	Information on the publication the video of the online investor forum of 12 January 2021
01.02.2021.	Voting rights, registered capital
17.02.2021.	Information document on bond registration
17.02.2021.	Announcement with respect to the registration of bonds
25.02.2021.	Interim management statement
01.03.2021.	Voting rights, registered capital
03.03.2021.	The analysis of DR. KALLIWODA RESEARCH GmbH about the MASTERPLAST Nyrt
03.03.2021.	The analysis of DR. KALLIWODA RESEARCH GmbH about the MASTERPLAST Nyrt
29.03.2021.	GM - Invitation
31.03.2021.	Investment in production of finished healthcare products at Masterplast
01.04.2021.	Voting rights, registered capital
07.04.2021.	GM - Proposals
07.04.2021.	Remuneration Statement
12.04.2021.	Information on the establishment of a joint venture
26.04.2021.	Agreement for the supply of medical protective clothing
27.04.2021.	Information related to a press article that will be published
29.04.2021.	Resolutions of the Board of Directors made within the competence of the General Meeting
29.04.2021.	CG Declaration
29.04.2021.	Annual Report
29.04.2021.	Summary Report
03.05.2021.	Voting rights, registered capital
04.05.2021.	Information on the transfer of own shares
04.05.2021.	Information on transaction by person discharging material responsibility
07.05.2021.	Information on transfer of own shares to MRP Organization
14.05.2021.	Information on time-scheduled share buy-back program in relation to Employee Stock Ownership Program (MRP)
17.05.2021.	Information on the purchase of own shares
18.05.2021.	Information on the purchase of own shares
19.05.2021.	Information on the buying of own shares
20.05.2021.	Publication of Q1 2021 results, interim management report
20.05.2021.	Information on the buying of own shares
21.05.2021.	Information on the transfer of own shares
21.05.2021.	Information on the buying of own shares
26.05.2021.	Information on the buying of own shares
26.05.2021.	Information on the buying of own shares
27.05.2021.	Information on the buying of own shares
28.05.2021.	Information on the buying of own shares
31.05.2021.	Information on the buying of own shares
01.06.2021.	Voting rights, registered capital
01.06.2021.	Information on the buying of own shares
02.06.2021.	Information on the buying of own shares
03.06.2021.	Information on the buying of own shares
04.06.2021.	Information on the buying of own shares
07.06.2021.	Information on the registration of changes to the company's register according to the resolutions of the Board of Directors in the scope of the AGM
07.06.2021.	Actual Articles of Associations of MASTERPLAST Nyrt
25.06.2021.	Masterplast starts an XPS production investment in Subotica
29.06.2021.	Handover of a healthcare textile plant
29.06.2021.	Joining the Preferred Exporter Partnership Program
30.06.2021.	Announcement regarding dividend payment
01.07.2021.	Revision of result forecast
01.07.2021.	Voting rights, registered capital
14.07.2021.	Announcement with respect to taking initial steps to participate in the Bond Funding for Growth Program
02.08.2021.	Voting rights, registered capital
16.08.2021.	Extraordinary information about credit rating
18.08.2021.	Half-yearly Report
23.08.2021.	Information with respect to the results of bond auction
25.08.2021.	Announcement with respect to the issue and settlement of bonds
01.09.2021.	Share capital, voting rights
07.09.2021.	Modification of the result forecast published in the document related to the Investor forum on 12 January 2021
28.09.2021.	Information regarding the registration of bonds

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28.09.2021.	Information document on bond registration
01.10.2021.	Voting rights, registered capital
11.10.2021.	The analysis of DR. KALLIWODA RESEARCH GmbH about the MASTERPLAST Nyrt
14.10.2021.	Information on transaction by person discharging material responsibility
20.10.2021.	Information on the purchase of a business share and a long-term strategy business development agreement in Germany
02.11.2021.	Voting rights, registered capital
03.11.2021.	Changing of corporate action timetable
03.11.2021.	Corporate Action Timetable

DECLARATION

MASTERPLAST Nyrt. (H-8143 Sárszentmihály, Árpád u. 1/A.) declares that the interim management report provides a true and fair view of the financial position of MASTERPLAST Nyrt., comprises the subsidiaries included in the consolidation.

Sárszentmihály, 18 November 2021



Tibor Dávid
Chairman of the Board

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