



MASTERPLAST PLC.  
INTERIM MANAGEMENT REPORT

05 May 2022

**MASTERPLAST PLC.**  
**Interim management report**  
**1<sup>st</sup> Quarter 2022**

Consolidated, non-audited  
According to International Financial and Reporting Standards (IFRS)  
05 May 2022

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

**Mainly driven by the insulation and construction segment's performance, the Company's turnover increased by 35%, reaching a first quarter record of EUR 51 510 thousand. The highest growth was achieved in international markets, but increasing sales in all markets except Ukraine. Group's margin increased In line with the turnover, the Group's production output reached higher levels and rising personnel costs due to the significant increase in headcount. Sale of the company's own manufactured products increased the profitability, but significantly lower healthcare sales compared to the base period and lower performance of the Ukrainian subsidiary including working capital impairment impacted the results of the first quarter. Even Including all these effects too, the Q1 EBITDA of EUR 5 235 thousand (10.2%EBITDA ratio) was 20%, EUR 863 thousand higher than the base period, and Q1 profit after tax of EUR 3 218 thousand also exceeded by 15%. The climate and energy independence targets announced by the EU foresee a positive industry trend in the insulation industry. As a result, Masterplast - relying on its stable supply chain, optimised inventory levels, manufacturing background and ongoing investments - is establishing foundation of further, sustainable growth and confirms its earning forecast for 2022.**

Data in 1000 EUR	Q1 2022	Q4 2021
Sales revenues	51 510	38 280
EBITDA	5 235	4 372
EBITDA ratio	10,2%	11,4%
Profit/loss after taxation	3 218	2 798
Net income ratio	6,2%	7,3%

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

- Increasing supply difficulties and price rises as a consequence of the Russian-Ukrainian war, coupled with rising inflation, had a mixed effect on construction demand in the Company's markets. Construction output increased in the Hungarian, Serbian, Slovakian and Croatian markets, while in Germany the industry stagnated compared to a year earlier. In Romania and Poland, statistics showed a decline. In Ukraine, the war situation since the end of February has put the economy, including the construction sector, out of action for the foreseeable future.
- Masterplast's revenue in Q1 2022 was EUR 51 510 thousand, 35% higher than in the same period of 2021. Higher revenues were driven by higher volumes in addition to higher prices.
- The Company performed well in the construction segment. Sales of the largest thermal insulation systems product group, which includes mostly own-produced products, grew by 88%. Sales of roofing foils and accessories increased by 25%, while the dry construction systems product group closed 36% above the base. Sales of heat, sound and water insulation materials increased by 31%, while sales of building accessories rose by 21%. Industrial applications sales were 32% below base, due to a decline in sales in the healthcare sector.
- There was significant growth in the Export markets including Italy (88%), and in Romania (76%), but the Polish (42%), Serbian (47%), Slovakian (52%), Croatian (20%) and Northern Macedonian (41%) markets also performed well, increasing their share of Group sales. Sales in the Hungarian market grew by 23% compared to the base

period, with sales of insulation and construction products increasing, while sales of healthcare products declined. Sales in Germany grew modestly (3%), while sales in war-torn Ukraine fell 23% in the first quarter. In Ukraine, the Company halted operations with the outbreak of the war, focusing on the safety of its employees, assets and inventory, but sales resumed to a lesser extent in the western regions at the end of March.

- With sales expanding, trade margin volume increased in Q1 2022 compared to the base period, but the margin rate declined due to a decrease in sales of higher-performing healthcare products.
- Capacity and utilisation of own production in the construction sector continued to improve. Output at the Serbian EPS, mesh edge and fiberglass mesh factory increased compared to a year ago, and the foam factory in Kal also produced above its base. Emissions from the Aschersleben plant decreased compared to the same period last year due to planned shutdowns. At the Sárszentmihály production site for fleece and sanitary raw materials, trial production and optimisation of production capacity continues. In the finished healthcare products division, sample production, additional investments, building up the product portfolio and the introduction of the health certificate are ongoing. Raw material supply disruptions, which have resurfaced due to the war situation, have been successfully managed in all the Company's factories, ensuring continuity of production.
- The cost of materials and services – considering the change in the self-manufactured inventories as well – increased (35%) in line with the turnover growth in Q1 2022, 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 1 476 employees at the end of March 2022, opposed to the staff level of 1 174 people of the base period.
- An increase in the amount of depreciation was driven by established new CAPEX investment in Hungarian site, parallelly the related government support was accounted proportionally in the results.
- On the other operating income line, the Company recorded a loss of EUR 376 thousand compared to a loss of EUR 147 thousand in the base period. The Company's management considered to recognize an impairment loss of EUR 500 thousand on inventories and customers in the Ukrainian subsidiary involved in the Russian-Ukrainian conflict.
- The Group's EBITDA in Q1 2022 was EUR 5 235 thousand (10.2% EBITDA margin) compared to EUR 4 372 thousand (11.4% EBITDA margin) in the base period, an increase of 20%. While the efficient operations coupled with the increase in turnover and the expansion of production led to an increase in EBITDA of the core business, the medical test production has not yet contributed significantly to the Company's EBITDA production for the quarter.
- Considering depreciation, the operating profit in the fourth quarter (EBIT) was EUR 3 907 thousand, 11% higher than the base value of EUR 3 510 thousand.
- Interest expenses of the Company increased due to bond issues in Q3 2021, while other financial operations resulted in a higher profit in Q1 2022 compared to the base period due to favourable exchange rate effects.
- The Group's profit after tax in Q1 2022 was EUR 3 218 thousand, 15% higher than the profit of EUR 2 798 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 90 506 thousand at the end of March 2022, which is EUR 20 925 thousand higher than the level by the end of the base period.
- As a result of the inventory policy implemented to ensure a stable supply chain, the stock level at the end of March 2022 was EUR 50 736 thousand, EUR 21 088 thousand higher than the closing stock level of the base period, the increase includes the increase in the price of inventories and purchased stocks related to own production.
- In line with the growth in turnover, the Company's customer base increased, which at the end of March 2022 was at EUR 34 153 thousand, an overall increase of EUR 7 495 thousand compared to the 2021 base. The value of current assets in the Ukrainian subsidiary includes impairment of inventory and receivables of EUR 500 thousand.

- Under the Growth Bond Programme of MNB issued bonds of HUF 12 billion nominal value in previous years and of HUF 9 billion nominal value in 2021's third quarter increased the Group's bond liabilities in the balance sheet.
- The Group's cash and cash equivalents were EUR 15 389 thousand at the end of March 2022, EUR 4 945 thousand higher than at the end of the base period.

## **2. Business Prospects**

As a result of geopolitical tensions, positive trends appear to be emerging in all of the Group's business segments. In the insulation systems industry, the energy modernisation of buildings is essential to achieve the EU's climate protection and energy independence targets, in which the role of insulation is indispensable. The guidelines laid down in the REPowerEU programme foresee the emergence of strong building energy support programmes that could ensure a long-term increase in demand for insulation materials. The increasing capacity constraints on the construction side of the building industry and the growing demand for new buildings will provide an excellent platform for the development of the modular construction business. Meanwhile, the healthcare segment could also be one of the big winners of the decade, where the Company aims to consolidate its position as a manufacturer.

The majority of the Company's recent developments - manufacturing investments, production capacity expansions, as well as acquisitions and new business start-ups - will play a significant role in the results in the coming period. New plants for the production of healthcare textiles and finished healthcare products at the company's headquarters, new logistics units to improve service efficiency, and the currently completed fiberglass mesh development in Subotica will support further expansion as early as 2022. The XPS insulation material plant in Subotica is scheduled to start production in 2023, and the Company's modular construction investment is underway, with production also expected to start in 2023. However, the period of intensive development is not yet over, and the Company plans to start production in Italy after the launch of the Italian commercial subsidiary in April 2022. Masterplast Italia will launch a new greenfield EPS-based insulation material production in Italy. The investment includes the purchase of the plant hall and site and the acquisition of the production technology. The investment is expected to be worth EUR 4.5 million, with an annual output of the new production unit of more than 300 000 cubic metres and production expected to start in the first half of 2023. With the dynamic growth of its activities in Italy, Italy could become one of the group's most important markets.

As a consequence of the Russian-Ukrainian war that broke out in February 2022, Masterplast temporarily suspended its operations in Ukraine, and then sought to resume operations in the non-war affected areas over time, after securing assets and resources. The potential impact of this on the group's profitability is considered to be marginal, given the proportion of the territory concerned. In the medium to long term, the business potential for Masterplast, as a long-established producer of building materials and insulation materials in the Ukrainian market, in the reconstruction of Ukraine could offset the loss of revenues during the war period.

Masterplast has no Russian exposure, either on the raw material sourcing or on the customer side, so the sanctions on Russia and Belarus do not pose a direct threat to the Group. However, the indirect effects of the war are causing disruptions in the supply chains, which means additional raw material costs and supply difficulties for operators. The company is working with high stocks of raw materials to mitigate these difficulties. Its strategic inventory and diversified supplier portfolio ensure business continuity and maintain high service levels.

The stable supply chain, the manufacturing and development investments already made and underway, the strong financial background and, last but not least, the agile organisational culture provide a solid basis for the Company's further and sustainable growth. In light of the first quarter results, the Company confirms its profit forecast for 2022.

### 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 war between Russia and Ukraine is exacerbating supply difficulties and price rises that have already started. Supply difficulties are affecting the supply side, while inflation and endless price rises are affecting the demand side. So far, these effects have continued to stimulate industry demand in several markets through purchases made earlier than planned in the quarter under review. At the same time, the construction and insulation markets are being boosted by government subsidies and programmes to support climate protection and energy efficiency targets. The EU's RePowerEU programme, a response to the Russia-Ukraine war and designed to help the EU become independent of Russian fossil fuels, has made the renovation of Europe's building stock a priority, alongside the provision of alternative gas sources and investment in renewables. Accordingly, resources allocated to energy efficiency in buildings across Europe are expected to increase in the coming period.

On the most significant Hungarian market, both construction output and the number of new contracts signed increased in the first months of 2022 compared to the same period last year, according to the Hungarian Central Statistical Office. Government subsidies continue to play a key role in the favourable development of industry demand relevant to the Company: the family support home creation programme, home renovation support for families with young children, and preferential loans provided by the national bank under the Green Home programme continue to stimulate residential investment.

In Romania, although GDP grew, the economy continued to lose the momentum it had seen a few periods ago. Construction output has also been on a downward trend, with the significant increase in the price of building materials, which has been impacted by the rise in energy and primary raw material prices, holding back the volume of work. The rise in construction product prices is exacerbated by the fact that some EU markets are absorbing significant quantities of construction materials from the Romanian market. This is also due to the fact that the country is significantly behind in accessing EU catch-up funds, while other markets have started to mobilise these resources. The state supports property purchases in Romania with favourable interest rates and state guarantees.

GDP in Serbia is forecast to have increased in the first quarter of 2022, with the number of building permits issued in the construction sector also up compared to the same period last year.

In Ukraine, the war situation since the end of February has put the economy, including the construction sector, out of action for the unforeseeable future. Ukraine's GDP is expected to fall 45% in 2022, according to a World Bank forecast on 10 April.

German GDP grew by 0,2% in the first quarter of 2022. The number of building permits issued in the first months of the year was similar to last year. The construction sector continues to face difficulties due to shortages of certain building materials and rising prices. Construction operators are pessimistic about the future due to the above-mentioned difficulties (uncertainties caused by the war, shortages of raw materials and rising prices). Almost half of German firms cut investments.

The construction industry in Poland is in a difficult situation. This is reflected in the fact that 16% fewer housing starts had been made by the end of March than a year earlier. Rising raw material and labour prices are exacerbated by the Russian-Ukrainian conflict. The influx of labour from the East and the import of some construction materials has also been made impossible by the fighting, all of which has a direct impact on the operations of Polish

construction operators. Forecasts are pessimistic for the industry, with the prospect of bankruptcy of several, mainly smaller, industrial players and a sharp drop in construction investment.

Slovakia's GDP indicator increased by 3% in 2021. The government is in a difficult situation with high inflation due to the current runaway energy and commodity prices and commodity shortages, as well as the war in the neighbourhood. In the first two months, construction output grew 7.1% compared to 2021. There is a lot of new construction and projects to be completed on the market, but fears are high due to high prices and shortages of goods. The construction sector could be helped by the green programme adopted by the government last year, which plans to spend EUR 560 million to support the renovation of 30 000 energy-efficient old houses.

Economic activity in Croatia is also being held back by rising energy and commodity prices, as well as high inflation. The number of construction permits issued in the first months of 2022 exceeded the figure a year earlier, the construction sector performing well in the first quarter despite rising prices. At the same time, tourism (20% of GDP) is highly sensitive to geopolitical events, which is likely to affect Croatian construction performance through a decline in hotel, residential and commercial construction.

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. The trend in the number of building permits for a given period will be reflected in construction industrial production in the subsequent periods.

Quarterly change of building permits from Q4 2020 to Q 2021:

	<b>Q4 2020</b>	<b>Q1 2021</b>	<b>Q2 2021</b>	<b>Q3 2021</b>	<b>Q4 2021</b>
Croatia	1.3	13.0	2.7	-8.2	9.1
Hungary	2.6	40.9	13.3	-12.3	3.8
Poland	15.5	7.4	-0.4	-2.1	-1.0
Romania	7.3	10.9	2.5	-5.1	5.9
Slovakia	-8.0	-15.7	45.6	-1.6	22.0
Serbia	2.5	36.9	5.0	-14.8	-0.7
Germany	6.9	10.5	-13.4	-0.9	3.6

Source: EUROSTAT: Building permits - quarterly data

### 3. Sales by main product groups

Sales by main product groups:

Data in 1000 EUR	Q1 2022	Q1 2021	Index
	(A)	(B)	(A/B-1)
Thermal insulation system	25 878	13 796	88%
Roofing foils and accessories	7 494	6 002	25%
Dry construction system	5 711	4 188	36%
Heat, sound and water insulation materials	4 273	3 255	31%
Building industry accessories	1 454	1 198	21%
Industrial applications	6 700	9 841	-32%
<b>Total sales revenue</b>	<b>51 510</b>	<b>38 280</b>	<b>35%</b>
<b>Contribution of product groups in percentage to the total sales revenue</b>			
Thermal insulation system	50%	34%	-
Roofing foils and accessories	15%	17%	-
Dry construction system	11%	11%	-
Heat, sound and water insulation materials	8%	9%	-
Building industry accessories	3%	3%	-
Industrial applications	13%	26%	-
<b>Total sales revenue</b>	<b>100%</b>	<b>100%</b>	<b>-</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

Masterplast's turnover in Q1 2022 was EUR 51 510 thousand, which is 35% higher than in the same period of 2021.

The thermal insulation systems product group, which represents the largest share (50%) of the Group's sales, had another strong quarter, with sales up 88% in Q1. Within the product group, sales of own-manufactured EPS products and fiberglass mesh also increased significantly, but other product groups also contributed to the quarterly result with growth. Looking at regional data, sales were flat or down in Croatia and Ukraine, but the product group's turnover grew strongly in the other markets.

Roofing foils and accessories sales closed Q1 2022 at 25% higher than the same period in 2021. Within the product group, sales of own-produced diffusion roofing foils increased significantly, but sales of conventional roofing foils and roof elements also grew. In terms of markets, sales declined in Ukraine, Northern Macedonia and slightly in the export Markets, while in the rest of the markets roofing foil revenues increased, with sales performing particularly well in Romania.

In dry construction system, quarterly sales grew by 35% compared to the 2021 base. The increase was mainly driven by sales of profiles and accessories, with drywall sales showing a moderate increase. By country, the Ukrainian market saw a decline, while sales of the product group increased in the other countries.

Sales of heat, sound and water insulation materials increased by 31% in Q1 2022 compared to Q1 2021. Sales of rock wool grew more modestly in the quarter, while sales of XPS, foam and waterproofing materials grew strongly. In terms of market breakdown, Ukraine and Poland saw quarterly sales down on a year earlier, while sales increased in the other markets.

Sales off building industry accessories rose 21% in Q1 2022 compared to the base. Sales declined in Poland, Slovakia and Ukraine, while in the other markets sales increased.

In the industrial applications product group, sales fell by 32% in Q1 2022 compared to the base quarter. Sales of health care products lagged the strong base, while packaging products and non-strategic raw material sales 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	Q1 2022	Q1 2021	Index
	(A)	(B)	(A/B-1)
Hungary	21 963	17 927	23%
Export	9 305	4 938	88%
Romania	4 327	2 461	76%
Germany	4 047	3 924	3%
Poland	3 888	2 746	42%
Serbia	3 414	2 325	47%
Slovakia	1 819	1 197	52%
Ukraine	1 127	1 473	-23%
Croatia	1 126	938	20%
North Macedonia	494	351	41%
<b>Total sales revenue</b>	<b>51 510</b>	<b>38 280</b>	<b>35%</b>
<b>Contribution of countries in percentage to the total sales revenue</b>			
Hungary	42%	48%	-
Export	18%	13%	-
Romania	8%	6%	-
Germany	8%	10%	-
Poland	8%	7%	-
Serbia	7%	6%	-
Slovakia	4%	3%	-
Ukraine	2%	4%	-
Croatia	2%	2%	-
North Macedonia	1%	1%	-
<b>Total sales revenue</b>	<b>100%</b>	<b>100%</b>	-

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

In the Group's largest Hungarian market, revenue grew by 23% in Q1 2022 compared to the base. The Company achieved strong growth in the construction product groups. Government subsidies and renovation incentives continue to provide expanding demand, and price increases have resulted in additional demand due to pre-purchases. Looking at the building product groups, sales of the thermal insulation product group increased strongly due to sales of EPS and fiberglass mesh products, but sales of other product groups also increased in the quarter compared to the base period. Sales of finished healthcare products declined in the Hungarian market compared to the strong base period.

In export markets, turnover increased by 88% in Q1 2022 compared to the same period last year. Sales of own-produced fiberglass meshes, part of the thermal insulation system product group, were the main contributor to sales growth, but sales of drywall products, thermal, sound and water insulation products and building accessories also expanded. Roofing foils showed a slight decline, with a slight increase in sales of diffusion roofing foils manufactured in-house and a decline in sales of traditional roofing membranes. Sales in the industrial applications

product group also decreased compared to the base quarter. In terms of performance in the target countries, sales to the Italian market stood out again, where increased demand is due to the renovation programme that will be in place until the end of 2022. Noteworthy increases were also recorded in the French, Portuguese and Greek territories, while the UK, the Czech Republic and Spain saw larger declines in export activity this quarter.

Sales in the Romanian market increased by 76% in Q1 2022 compared to the base period. The excellent result was driven by sales of fiberglass mesh, diffusion and traditional roofing foils, therefore the strongest sales growth in the product groups of thermal insulation systems and roofing foils. Sales in Romania increased in all product groups except industrial applications.

In the German market, turnover grew by 3% in the first quarter compared to the same period last year. The increase was mainly due to sales of self-produced diffusion roofing foils, but there was also significant growth in sales of fiberglass mesh in the thermal insulation systems group. Sales in the other building product groups also increased, while sales of healthcare products declined in the first quarter compared to a year earlier.

In the Polish market, sales closed 42% above the base in Q1 2022. Fiberglass mesh sales showed a strong increase in the thermal insulation product group, but diffusion roofing foil and drywall profile in the drywall product group sales also performed well. Sales in the other product groups decreased compared to the base.

In Q1 2022, Serbia achieved a 47% increase in turnover compared to the base. The thermal insulation system product group saw a strong increase in turnover due to higher sales of fiberglass mesh and EPS, but the drywall product group also performed well thanks to drywall profile sales. Sales in the other product groups also increased in Serbia in the first quarter.

In the Slovak market, sales grew by 52% in Q1 2022. Sales of EPS products in the thermal insulation systems product group grew strongly, with a high sales surplus of fiberglass products further strengthening the good sales performance. Sales of dry construction products and heat, sound and water insulation materials also increased, while sales of roofing foils and elements stagnated, sales of building accessories and industrial applications were down compared to the same period last year.

In Ukraine, the war situation led to a 23% drop in turnover in Q1 2022 compared to the base period of 2021. Given the halt in sales activity following the outbreak of war at the end of February, the drop in sales affected all product groups. In Ukraine, the Company halted operations with the outbreak of the war, focusing on the safety of its employees, assets and inventory, but sales resumed to a lesser extent in the western regions by the end of March.

In the Croatian market, revenue increased by 20% in Q1 2022 compared to the same period last year. The thermal insulation systems product group showed a slight decline, with the sales shortfall of EPS products offset by a high increase in glass fabric sales. In the other product groups, however, sales in the Croatian market grew nicely.

In North Macedonia, which has the lowest share of Group turnover, the Company achieved 41% growth in Q1 2022. This good result is mainly due to sales of drywall profiles, fiberglass mesh and rock wool. Sales in the roofing foils product group declined.

Overall, despite the geopolitical situation outside the directly affected Ukrainian market, the industry trend was favourable for the Group, with revenue up 35% in Q1 2022 compared to the same period last year. The revenue of the construction segment increased significantly, with growth observed in all product groups. Sales of EPS products and fiberglass mesh performed particularly well. Sales in the Healthcare segment decreased compared to the quarterly base. In terms of markets, with the exception of war-torn Ukraine, the Company performed well in its markets, particularly in the Export territories and Romania, increasing the markets' share of Group sales.

## 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	Q1 2022	Q1 2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
Sales revenues	51 510	38 280	13 230	35%
Cost of materials and services	-41 392	-28 894	-12 498	43%
Payroll costs and contributions	-6 793	-4 717	-2 076	44%
Depreciation	-1 328	-862	-466	54%
Change in self-manufactured inventories	2 286	-150	2 436	-1624%
Other operating revenues and expenses	-376	-147	-229	156%
<b>EBITDA</b>	<b>5 235</b>	<b>4 372</b>	<b>863</b>	<b>20%</b>
<i>EBIDTA ratio</i>	<i>10,2%</i>	<i>11,4%</i>	-	-
<b>PROFIT / LOSS OF BUSINESS ACTIVITY (EBIT)</b>	<b>3 907</b>	<b>3 510</b>	<b>397</b>	<b>11%</b>
Interest revenues	124	82	42	51%
Interest expenses	-487	-248	-239	96%
Other financial revenues and expenses	176	-83	259	-312%
<b>FINANCIAL PROFIT/LOSS</b>	<b>-187</b>	<b>-249</b>	<b>62</b>	<b>-25%</b>
Profit/loss from associations	0	19	-19	-100%
<b>Profit/loss before income tax</b>	<b>3 720</b>	<b>3 280</b>	<b>440</b>	<b>13%</b>
Taxes	-502	-482	-20	4%
<b>Profit/loss after taxation</b>	<b>3 218</b>	<b>2 798</b>	<b>420</b>	<b>15%</b>
<i>Profit attributable to the owners of the parent</i>	<i>3 310</i>	<i>2 634</i>	<i>676</i>	<i>26%</i>
<i>Profit attributable to the minority</i>	<i>-92</i>	<i>164</i>	<i>-256</i>	<i>-156%</i>
<i>Earnings per share (EPS) (EUR)</i>	<i>0,23</i>	<i>0,19</i>	-	-

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules

The Group's sales revenue in Q1 2022 was EUR 51 510 thousand, EUR 13 230 thousand (35%) higher than in the base period, thanks to strong sales growth in its core business.

With the increase in revenue, the trade margin increased in Q1 2022 compared to the base period, while the margin rate on turnover decreased slightly, reflecting the decrease in the share of the higher profit-generating healthcare segment in the period under review compared to the base year. The margin margin from the sale of construction products increased for the group members, while the margin rate on turnover decreased slightly for some subsidiaries.

Capacity and utilisation of own production in the construction sector continued to improve. Output at the Serbian EPS, mesh edge and fiberglass mesh factory increased compared to a year ago, and the foam factory in Kal also

produced above its base. Emissions from the Aschersleben plant decreased compared to the same period last year due to planned shutdowns. At the Sárszentmihály production site for fleece and sanitary raw materials, trial production and optimisation of production capacity continues. In the finished healthcare products division, sample production, additional investments, building up the product portfolio and the introduction of the health certificate are ongoing. Raw material supply disruptions, which have resurfaced due to the war situation, have been successfully managed in all the Company's factories, ensuring continuity of production.

The Company's cost of materials and services, including the change in own-produced inventories, increased in line with the increase in turnover (35%) in the quarter, compared to the previous year's base. The Group's costs of raw and other materials for production, energy and fuel increased, while the value of services decreased in Q1 2022 compared to the base period.

Personnel expenses increased by 44% in Q1 2022 compared to the base period, largely due to the expansion of the Hungarian site and the Serbian site, as well as the increase in wage levels in line with market trends. At the end of March 2022, the Group employed 1 476 people, compared to 1 174 at the end of the base period.

The increase in the amount of depreciation driven mainly by the established new CAPEX investment in Hungarian site, against which the subsidies received have been entered in the accounts on a proportionally.

On the other operating income line, the Company recorded a loss of EUR 376 thousand compared to a loss of EUR 147 thousand in the base period. The Company's management considered to recognize an impairment loss of EUR 500 thousand on inventories and customers in the Ukrainian subsidiary involved in the Russian-Ukrainian conflict.

The Group's EBITDA in Q1 2022 was EUR 5 235 thousand (10.2% EBITDA margin) compared to EUR 4 372 thousand (11.4% EBITDA margin) in the base period, an increase of 20%. Taking into account depreciation and amortisation, the result from operating activities (EBIT) for the first quarter was EUR 3 907 thousand, up 11% on the base period (EUR 3 510 thousand).

As a result of additional bond issues to finance investments, the Company's interest expenses increased, with interest income showing a loss increase of EUR 197 thousand compared to the base.

The other financial related incomes and expenditures mainly represent the exchange rate related profits/losses. As the Company mainly realizes 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 influence – in case USD purchases – the exchange rate results. At the end of the year, the company had EUR/HUF futures transactions, the revaluations of which were also included in the Group's financial results.

The following table shows the exchanges of major currencies for the Group in 2022, 2021 and 2020:

Closing exchange rates	2020.12.31	2021.03.31	2021.12.31	2022.03.31	Index	Index	Index	Index
	A	B	C	D	C/A	C/B	D/B	D/C
EUR/USD	1,23	1,17	1,13	1,11	92,26%	96,45%	94,76%	98,24%
EUR/HUF	365,13	363,73	369,00	369,62	101,06%	101,45%	101,62%	100,17%
EUR/RON	4,87	4,93	4,95	4,95	101,62%	100,47%	100,44%	99,97%
EUR/RSD	117,58	117,58	117,58	117,75	100,00%	100,00%	100,15%	100,14%
EUR/UAH	34,74	32,72	30,92	32,59	89,01%	94,50%	99,58%	105,38%
USD/HUF	297,36	309,66	325,71	332,09	109,53%	105,18%	107,24%	101,96%
USD/RON	3,97	4,20	4,37	4,45	110,20%	104,14%	106,05%	101,83%
USD/RSD	95,66	100,43	103,93	105,50	108,64%	103,48%	105,05%	101,52%
USD/UAH	28,27	27,89	27,28	29,25	96,48%	97,82%	104,91%	107,25%

Source: Hungarian National Bank rates

Because of favorable exchange rate effects, the Company has generated and booked profit of EUR 176 thousand as other financial result in Q1 2022 compared to the EUR 83 thousand loss of base period.

The Group's PAT for Q1 2022 was EUR 3 218 thousand, 15% higher than the profit of EUR 2 798 thousand of the base period.

All in all, the Company's turnover increased by 35%, mainly thanks to the core insulation and construction activities, reaching a first quarter record of EUR 51 510 thousand. The largest growth was achieved in international markets, but sales increased in all markets except Ukraine. In line with the turnover, the Group's margin increased, the Group's production output increased and its personnel costs rose due to the significant increase in headcount. While sales of the company's own manufactured products increased profitability, the quarter's performance was impacted by significantly lower healthcare sales compared to the base period and the loss of the Ukrainian subsidiary, as well as impairment charges on its current assets. Even so, Q1 EBITDA of EUR 5 235 thousand (10.2% EBITDA ratio) was EUR 863 thousand, 20% higher than the base period, and net profit after tax of EUR 3 218 thousand, 15% higher than the base.

## 6. Other comprehensive income

Data in 1000 EUR	Q1 2022	Q1 2021
<b>Profit for the year</b>	<b>3 218</b>	<b>2 798</b>
Foreign exchange result on translation*	-266	234
Comprehensive income related to a CCIRS transaction*	-55	-535
Parent company's share of the change in the value of associates*	0	1
<b>Other comprehensive income</b>	<b>-321</b>	<b>-300</b>
<b>Comprehensive income</b>	<b>2 897</b>	<b>2 498</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 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 31st March 2022 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	31-03-2022	31-03-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
<b>FIXED ASSETS</b>				
Land, buildings and equipment	89 125	64 062	25 063	39%
Intangible assets	148	170	-22	-13%
Goodwill	0	4 291	-4 291	-100%
Shares in related companies	552	319	233	73%
Deferred tax assets	681	739	-58	-8%
<b>Total fixed assets</b>	<b>90 506</b>	<b>69 581</b>	<b>20 925</b>	<b>30%</b>
<b>CURRENT ASSETS</b>				
Inventories	50 736	29 648	21 088	71%
Trade accounts receivable	34 153	26 658	7 495	28%
Tax receivables	2 508	1 641	867	53%
Other financial receivables	83	32	51	159%
Other current assets	4 268	2 115	2 153	102%
Liquid assets	15 389	10 444	4 945	47%
<b>Total current assets</b>	<b>107 137</b>	<b>70 538</b>	<b>36 599</b>	<b>52%</b>
<b>TOTAL ASSETS</b>	<b>197 643</b>	<b>140 119</b>	<b>57 524</b>	<b>41%</b>
<b>CAPITAL AND RESERVES</b>				
Subscribed capital	5 504	5 504	0	0%
Reserves	44 161	29 146	15 015	52%
Repurchased shares	-2 157	-83	-2 074	2499%
Parent share of interests	3 310	2 634	676	26%
<b>Equity attributable to the owners of the parent</b>	<b>50 818</b>	<b>37 201</b>	<b>13 617</b>	<b>37%</b>
Minority interests	539	2 069	-1 530	-74%
<b>Total capital and reserves</b>	<b>51 357</b>	<b>39 270</b>	<b>12 087</b>	<b>31%</b>
<b>LONG-TERM LIABILITIES</b>				
Long-term loans	4 150	3 916	234	6%
Liabilities from issued bonds	56 743	32 899	23 844	72%
Deferred tax liabilities	502	340	162	48%
Deferred income	32 950	3 215	29 735	925%
Other long-term liabilities	672	4 593	-3 921	-85%
<b>Total long-term liabilities</b>	<b>95 017</b>	<b>44 963</b>	<b>50 054</b>	<b>111%</b>
<b>SHORT-TERM LIABILITIES</b>				
Short-term loans	15 614	4 226	11 388	269%
Trade accounts payable	17 015	17 300	-285	-2%
Short-term leasing liabilities	236	222	14	6%
Other financial liabilities	4 330	2 951	1 379	47%
Tax liabilities	6 158	3 604	2 554	71%
Short-term deferred income	2 785	450	2 335	519%
Provisions	508	490	18	4%
Other short-term liabilities	4 623	26 643	-22 020	-83%
<b>Total short-term liabilities</b>	<b>51 269</b>	<b>55 886</b>	<b>-4 617</b>	<b>-8%</b>
<b>TOTAL LIABILITIES</b>	<b>146 286</b>	<b>100 849</b>	<b>45 437</b>	<b>45%</b>
<b>TOTAL CAPITAL AND LIABILITIES</b>	<b>197 643</b>	<b>140 119</b>	<b>57 524</b>	<b>41%</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules

At 31 March 2022, the Group's assets amounted to EUR 197 643 thousand, EUR 57 524 thousand higher than at the end of the base period.

The value of fixed assets at the end of March 2022 was EUR 90 506 thousand, EUR 20 925 thousand higher than at the end of the reference period due to the transfer of the health care plant in Sárszentmihály and the investments launched.

As a result of the inventory policy implemented to ensure a stable supply chain, the stock level at the end of March 2022 was EUR 50 736 thousand, EUR 21 088 thousand higher than the closing stock level of the base period, the increase includes the increase in the price of inventories and purchased stocks related to own production.

In line with the growth in turnover, the Company's customer base increased, which at the end of March 2022 stood at EUR 34 153 thousand, an overall increase of EUR 7 495 thousand compared to the 2021 base. The value of current assets in the Ukrainian subsidiary includes a combined impairment of EUR 500 thousand.

The Group's cash and cash equivalents stood at EUR 15 389 thousand at the end of March 2022, EUR 4 945 thousand higher than at the end of the base period.

Under the Growth Bond Programme of MNB The Company issued bonds of HUF 12 billion nominal value in previous years and of HUF 9 billion nominal value in 2021's third quarter increased the Group's bond liabilities in the balance sheet and provided stable source of financing for its ongoing future investments.

The Group's accounts payable closed at EUR 17 015 thousand, compared to EUR 17 300 thousand at the end of the first quarter of last year. The value of deferred income increased by EUR 32 070 thousand compared to the base period due to grants related to investments not yet recognised in the income statement. The balance of other current liabilities decreased by EUR 22 020 thousand, attributable to grants received for investments in progress.

8. Cash-flow, bank information

Data in 1000 EUR	31-03-2022	31-03-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
<b>Operating Activities</b>				
PBT	3 720	3 280	440	13%
Depreciation and Amortisation	1 328	862	466	54%
Bad debt provision	261	103	158	153%
Shortage and scrap of stocks	74	23	51	222%
Provisions	-59	173	-232	-134%
Profit on fixed asset sale	-22	-12	-10	83%
Interest expense	487	248	239	96%
Interest revenue	-124	-82	-42	51%
Profit/loss from associations	0	-19	19	-100%
Unrealized foreign exchange gain (loss)	-162	-271	109	-40%
<b>Changes in Working Capital</b>				
Change in Accounts Receivable	-13 404	-10 003	-3 401	34%
Change in Inventory	-3 721	-4 590	869	-19%
Change in Other Assets	-2 168	-1 393	-775	56%
Change in Accounts Payable	225	3 994	-3 769	-94%
Change in Short-term liabilities	6 313	2 373	3 940	166%
Taxation	-178	0	-178	0%
<b>Net Cash from Operations</b>	<b>-7 430</b>	<b>-5 314</b>	<b>-2 116</b>	<b>40%</b>
<b>Investing Activities</b>				
CAPEX	-1 988	-15 986	13 998	-88%
Sale of fixed assets	24	38	-14	-37%
Acquisition or establishment of subsidiaries	0	0	0	0%
Interest received	124	82	42	51%
<b>Net Cash from Investing activities</b>	<b>-1 840</b>	<b>-15 866</b>	<b>14 026</b>	<b>-88%</b>
<b>Financing Activities</b>				
Borrowing	10 002	735	9 267	1261%
Loan repayments	-546	-2 432	1 886	-78%
Issued bond	0	0	0	0%
Government grant	0	0	0	0%
Dividends paid	0	0	0	0%
Interest paid	-487	-248	-239	96%
<b>Net Cash from Financing activities</b>	<b>8 969</b>	<b>-1 945</b>	<b>10 914</b>	<b>-561%</b>
Net Cash flow of the period	-301	-23 125	22 824	-99%
Cash at beginning of period	15 382	33 267	-17 885	-54%
Effect of exchange rate changes	308	302	6	2%
<b>Cash at end of period</b>	<b>15 389</b>	<b>10 444</b>	<b>4 945</b>	<b>47%</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 based on IFRS accounting rules



The net cash flow from operation was EUR -7 430 thousand at the end of Q1 2022, compared to the EUR – 5 314 thousand value of end of the base period.

The cash flow from investing activities was EUR -1 840 thousand at end of March 2022 compared to EUR –15 866 thousand in same period 2021.

The net cash flow from financial related activities amounted to EUR 8 969 thousand versus the EUR -1 945 thousand of the base year.

All in all, the cash and equivalents of the Company was EUR 15 389 thousand at the end of Q1 2022 which was higher by EUR 4 945 thousand than the EUR 10 444 thousand level of the previous year same period.

**Loans and bank related information:**

By the end of March 2022, 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 2 011 754 (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 251 901 (RON 1 246 053) and additionally EUR 80 184 (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
<b>01-01-2021</b>	<b>5 504</b>	<b>-138</b>	<b>8 063</b>	<b>27 634</b>	<b>-11 861</b>	<b>23 837</b>	<b>5 768</b>	<b>34 970</b>	<b>1 899</b>	<b>36 869</b>
Profit for the year	0	0	0	0	0	0	2 634	2 634	164	2 798
Comprehensive income related to a CCIRS transaction	0	0	0	0	-535	-535	0	-535	0	-535
MRP share based payments	0	56	0	0	0	0	0	56	0	56
Other comprehensive income	0	0	0	0	229	229	0	229	6	235
Prior year's profit or loss reclassified	0	0	0	5 768	0	5 768	-5 768	0	0	0
Redeemed treasury shares	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	-153	0	-153	0	-153	0	-153
<b>31-03-2021</b>	<b>5 504</b>	<b>-83</b>	<b>8 063</b>	<b>33 250</b>	<b>-12 167</b>	<b>29 145</b>	<b>2 634</b>	<b>37 201</b>	<b>2 069</b>	<b>39 270</b>
<b>01-01-2022</b>	<b>5 504</b>	<b>-2 252</b>	<b>8 063</b>	<b>34 351</b>	<b>-13 809</b>	<b>28 606</b>	<b>15 861</b>	<b>47 718</b>	<b>646</b>	<b>48 364</b>
Profit for the year	0	0	0	0	0	0	3 310	3 310	-92	3 219
Comprehensive income related to a CCIRS transaction	0	0	0	0	-55	-55	0	-55	0	-55
Dividends to minority shareholders	0	0	0	0	0	0	0	0	0	0
MRP share based payments	0	93	0	0	0	0	0	93	0	93
Other comprehensive income	0	0	0	0	-250	-250	0	-250	-16	-266
Prior year's profit or loss reclassified	0	0	0	15 861	0	15 861	-15 861	0	0	0
Redeemed treasury shares	0	2	0	0	0	0	0	2	0	2
Dividends paid	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
<b>31-03-2022</b>	<b>5 504</b>	<b>-2 157</b>	<b>8 063</b>	<b>50 212</b>	<b>-14 114</b>	<b>44 161</b>	<b>3 310</b>	<b>50 818</b>	<b>539</b>	<b>51 357</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and non-audited report on 31st of March 2021 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	251 901	EUR
Masterplast Romania	Bank guarantee	396 638	RON	80 184	EUR
Masterfoam Kft.	Custom	10 000 000	HUF	27 055	EUR
Masterfoam Kft.	Tender guarantee	251 003 670	HUF	679 086	EUR
Masterplast Proizvodnja DOO Subotica	Bill of exchange	0	EUR	0	EUR
Masterplast YU D.o.o	Bank guarantee	142 499 241	RSD	1 210 176	EUR
Masterplast YU D.o.o.	Bank guarantee	10 000 000	RSD	84 925	EUR
Masterplast YU D.o.o.	Bank guarantee	2 000 000	EUR	2 000 000	EUR
<b>Total:</b>				4 333 327	EUR

Source: consolidated non-audited report of the Group on 31<sup>st</sup> of March 2022 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

Despite the increasing difficulties in the supply of raw materials due to the Russian-Ukrainian war, the continued operation of the plants was ensured, thanks to cooperation with several suppliers and a high order book, despite the increasingly significant delays in deliveries due to the virus situation in the Far East.

In the first quarter of 2022, production at the Group's EPS factory in Subotica was 2% higher than in the same period of the previous year. Production volumes were slightly below the baseline in the first month of the year, before increasing significantly for the rest of the quarter. Further growth is expected in the coming quarter, with demand for products continuing to grow in all markets.

Mesh edge profiles production in Subotica closed the first quarter with an increase in production of around 2% compared to the base. Production demand was subdued in the first half of the quarter, but this changed radically in the second half of the quarter and continued growth is expected in the future.

In Subotica, the production and sales of the final product increased in the fiberglass mesh factory. Output was almost 4% higher than the base year. The increase was largely due to a secure supply of raw materials and a continued shortage of raw materials on the market.

In the first quarter, production at the Group's Kal-based foam plant increased by 15% compared to the base period.

At the central site in Sárszentmihály, diffusion roof foil production saw a 36% reduction in emissions. This was partly due to higher inventories and partly due to the restructuring of production processes. The decrease was compensated by a 10% increase in the confectioning and laminating section.

The ramping up fleece production unit in Sárszentmihály has achieved a 23% increase in output compared to the previous quarter, following successful trial production. Quality has been stabilised during the trial production,

enabling the Group to meet an increasingly wide range of customer needs. The optimisation and maximisation of production capacity and the improvement of production indicators will continue. In the finished healthcare products' unit sample production related to trial production is ongoing, with additional investments, building up the product portfolio and fulfilling small orders, introduction of the healthcare certificate is underway.

Emissions from the Aschersleben fleece production unit decreased compared to the same period last year due to planned shutdowns. Capacity at the plant is being increasingly tied up by the Company to supply the production units of the Group members.

## **12. Changes of the full time employees (headcount)**

	<b>31-03-2022</b>	<b>31-12-2021</b>	<b>31-03-2021</b>
Company employees	69	63	50
Group level employees	1 476	1 379	1 174

*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**

On April 13, 2022, MASTERPLAST ITALIA SRL was established with 51% of the Company's shares in Barco (Bibbiano, Reggio Emilia, Via Nazario Sauro 58/A CAP 42021), Italy. The co-founders of the subsidiary are individuals with extensive experience and business contacts in the local building materials market. The new company was set up for the distribution of thermal insulation materials in Italy with a share capital of EUR 200 000. The Company also plans to start production in Italy following the launch of a trading subsidiary in Italy. Masterplast Italia will start a new greenfield production of EPS-based thermal insulation materials in Reggio Emilia, Italy. The investment includes the purchase of the plant hall and site and the acquisition of the production technology. The investment is expected to be worth EUR 4.5 million, with an annual output of the new production unit of more than 300 000 cubic metres and production expected to start in the first half of 2023. With the dynamic growth of its activities in Italy, Italy could become one of the group's most important markets.

14. Balance sheet compared with 31 December 2021 status

Data in 1000 EUR	31-03-2022	31-12-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
<b>FIXED ASSETS</b>				
Land, buildings and equipment	89 125	89 624	-499	-1%
Intangible assets	148	151	-3	-2%
Goodwill	0	0	0	0%
Shares in related companies	552	553	-1	0%
Deferred tax assets	681	674	7	1%
<b>Total fixed assets</b>	<b>90 506</b>	<b>91 002</b>	<b>-496</b>	<b>-1%</b>
<b>CURRENT ASSETS</b>				
Inventories	50 736	47 088	3 648	8%
Trade accounts receivable	34 153	21 011	13 142	63%
Tax receivables	2 508	1 926	582	30%
Other financial receivables	83	75	8	11%
Other current assets	4 268	2 689	1 579	59%
Liquid assets	15 389	15 382	7	0%
<b>Total current assets</b>	<b>107 137</b>	<b>88 171</b>	<b>18 966</b>	<b>22%</b>
<b>TOTAL ASSETS</b>	<b>197 643</b>	<b>179 173</b>	<b>18 470</b>	<b>10%</b>
<b>CAPITAL AND RESERVES</b>				
Subscribed capital	5 504	5 504	0	0%
Reserves	44 161	28 606	15 555	54%
Repurchased shares	-2 157	-2 252	95	-4%
Parent share of interests	3 310	15 861	-12 551	-79%
<b>Equity attributable to the owners of the parent</b>	<b>50 818</b>	<b>47 719</b>	<b>3 099</b>	<b>6%</b>
Minority interests	539	646	-107	-17%
<b>Total capital and reserves</b>	<b>51 357</b>	<b>48 365</b>	<b>2 992</b>	<b>6%</b>
<b>LONG-TERM LIABILITIES</b>				
Long-term loans	4 150	4 152	-2	0%
Liabilities from issued bonds	56 743	56 836	-93	0%
Deferred tax liabilities	502	502	0	0%
Deferred income	32 950	29 923	3 027	10%
Other long-term liabilities	672	651	21	3%
<b>Total long-term liabilities</b>	<b>95 017</b>	<b>92 064</b>	<b>2 953</b>	<b>3%</b>
<b>SHORT-TERM LIABILITIES</b>				
Short-term loans	15 614	6 063	9 551	158%
Trade accounts payable	17 015	16 790	225	1%
Short-term leasing liabilities	236	299	-63	-21%
Other financial liabilities	4 330	4 300	30	1%
Tax liabilities	6 158	3 263	2 895	89%
Short-term deferred income	2 785	2 785	0	0%
Provisions	508	567	-59	-10%
Other short-term liabilities	4 623	4 678	-55	-1%
<b>Total short-term liabilities</b>	<b>51 269</b>	<b>38 745</b>	<b>12 524</b>	<b>32%</b>
<b>TOTAL LIABILITIES</b>	<b>146 286</b>	<b>130 809</b>	<b>15 477</b>	<b>12%</b>
<b>TOTAL CAPITAL AND LIABILITIES</b>	<b>197 643</b>	<b>179 173</b>	<b>18 470</b>	<b>10%</b>

Source: consolidated non-audited report of the Group on 31st of March 2022 and audited report on 31st of December 2021 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
Masterplast Modulhouse Kft.	Hungary	300 000 000	HUF	100%	100%	Construction of residential and non-residential buildings
Masterplast International Kft.	Hungary	3 000 000	HUF	100%	100%	Wholesale of building materials
Masterplast Nonwoven GmbH	Germany	25 000	EUR	100%	100%	Fleece and multilayer membrane production
Fidelis Bau Kft.	Hungary	3 000 000	HUF	100%	100%	Thermobeton production
<b>Indirect relations:</b>						
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
<b>Affiliated company of the Group:</b>						
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 Plasztik Kft.	Hungary	104 000 000	HUF	24%	24%	EPS production

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

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 14 years	4 548 057
Ács Balázs	Vice Chairman of the Board	03-04-2008	30-04-2022	approximately 14 years	3 877 259
Dirk Theuns	Board member	01-05-2014	30-04-2022	approximately 8 years	-
Dezse Margaret	Board member	01-05-2020	30-04-2022	approximately 2 years	1300
Sinkó Ottó	Board member	01-05-2020	30-04-2022	approximately 2 years	-

The data of the Company's top management are shown in the table below on 31th March 2022:

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%
<b>Total</b>		<b>9 224 185</b>	<b>63,17%</b>

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

	31-03-2022
Issuing ownership	207 777
Affiliated companies ownership	0
<b>Total</b>	<b>207 777</b>

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

Publication date	Object
03.01.2022.	Voting rights, registered capital
18.01.2022.	Information on documents and press release related to the investor forum on 18 January 2022
01.02.2022.	Voting rights, registered capital
15.02.2022.	Changing of corporate action timetable
15.05.2022.	Corporate Action Timetable
24.02.2022.	Interim management statement
01.03.2022.	Voting rights, registered capital
28.03.2022.	GM - Invitation
28.03.2022.	Information on transaction with own shares
01.04.2022.	Voting rights, registered capital
06.04.2022.	GM - Proposals
13.04.2022.	Information on the decision of the Company to expand its market in Italy
13.04.2022.	Information on the establishment of a foreign subsidiary
28.04.2022.	Information on the start of production in Italy
28.04.2022.	General Meeting Resolutions
28.04.2022.	CG Declaration
28.04.2022.	Annual Report
28.04.2022.	Remuneration Report
28.04.2022.	ESG Report
28.04.2022.	Summary report
02.05.2022.	Voting rights, registered capital
03.05.2022.	Information on the planned share purchase schedule of the MASTERPLAST Employee Stock Ownership Program Organization
04.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization



**DECLARATION**

**MASTERPLAST Nyrt.** (H-8143 Sárszentmihály, Árpád u. 1/A.) declares that the Publication of Q1 2022 results provides a true and fair view of the financial position of MASTERPLAST Nyrt., comprises the subsidiaries included in the consolidation

Sárszentmihály, 05 May 2022



Tibor Dávid  
Chairman of the Board

# MASTERPLAST

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