



MASTERPLAST PLC.
INTERIM MANAGEMENT REPORT

10 NOVEMBER 2022

MASTERPLAST PLC.
Interim management report
2022

Third quarter

Consolidated, non-audited

According to International Financial and Reporting Standards (IFRS)
10 November 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 10 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

The Company's sales increased by 9% in Q3 compared to the base period - in economic recession fears environment - driven by strong sales performance related to insulation products. The impact of increased inventory levels at higher prices (widely typical of the industry – driven by inflationary pressures and supply constraints) and increased operating, energy costs resulted 9% lower quarterly EBITDA compared to base year. Meanwhile, the total EBITDA (19 363 thousand, 11.8% EBITDA margin) was EUR 156 thousand higher than the base of EUR 19 207 thousand. As a result of favourable exchange rate movements for the Group, the Company achieved its highest ever third quarter profit after tax (EUR 5 555 thousand), 10% above the base figures. The overall profit after-tax was EUR 17 031 thousand, 20% higher than a year earlier, which is 94% of the annual profit target published in September. If favourable currency movements for the Company continue to exist, with further strengthening of the insulation market in the renovation sector and reliance on Masterplast's strong manufacturing base and stable supply chain could ensure achievement of the annual profit after-tax targets forecasted in September. In addition, low (~2%) interest rate loans, bonds of the Group and raised funds from market capitalisation after the quarter will allow implementation of strategic investments.

Data in 1000 EUR	Q3 2022	Q3 2021	2022 YTD	2021 YTD
Sales revenues	55 029	50 695	164 136	146 113
EBITDA	5 729	6 330	19 363	19 207
EBITDA ratio	10,4%	12,5%	11,8%	13,1%
Profit/loss after taxation	5 555	5 032	17 031	14 179
Net income ratio	10,1%	9,9%	10,4%	9,7%

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

- The global energy crisis, rising inflation and deteriorating interest rate environment are having strong impact on the construction industry in the Company's markets. Demand for new construction has slowed noticeably, while the renovation segment resulted demand increase through works supporting energy efficiency improvements. There was a modest increase in construction output in the state-subsidised Hungarian market and in Croatia, while the other markets (Romania, Germany, Slovakia, Poland, Serbia) showed a downward trend in real terms. In Ukraine, the war situation since the end of February has limited construction activity in several regions. Although work is ongoing in the central and western regions, industry indicators are still significantly below last year's figures. The Company has compensated the loss of turnover in other markets.
- The sales revenue of Masterplast in Q3 2022 was EUR 55 029 thousand, 9% higher than the same period of 2021. In the construction segment, higher revenues were driven by higher prices in addition to higher volumes.
- The industry demand trends led to turnover increase in the insulation product groups related to the renovation market - in line with the Group's investment strategy. The thermal insulation systems product group - which represents the largest share (51%) of total revenue and largely includes self-produced products - expanded by 29%, while sales of heat, sound and water insulation materials closed 13% above the base. At the same time, other product groups, related more to the new construction market, showed a decline. Sales of roofing foils fell by 21% and sales of dry construction systems also fell by 17% compared to the strong base, while sales of

building industry accessories showed a moderate decline (-1%). Turnover of industrial applications, which includes sales to the healthcare industry, were flat compared to the base.

- The success of thermal insulation systems determined the extent of the markets' growth in the quarter. Sales grew in the largest Hungarian market (23%) and the Company also performed well in the Croatian (43%) and German (15%) markets as well. The turnover grew moderately in Romania (2%), Serbia (5%) and Slovakia (5%). Sales declined in export territories (-4%), in the Italian market, which is now a separate market with its own subsidiary (-21%), and in Northern Macedonia (-11%), while sales in war-torn Ukraine fell 21% in the third quarter. In Ukraine, after the Company's assets and stocks were transferred to secured territories, sales activities in the western regions restarted again at the end of March. Thanks to the good sales performance realized there, the Company's Ukrainian market sales show a catching-up trend.
- Despite the increase in raw material and energy prices, the trade margin in Q3 2022 was at base level.
- In line with the growth in demand in the insulation market the utilisation of EPS production plant in Serbia increased. Foam emissions decreased in Kal compared to the base year as the Company sold its foam manufacturing equipment in September and started construction of the new EPS plant at that site. In response to the slowdown in the new building market, the other plants also operated at lower output levels, emissions from the Serbian mesh edge protection and fiberglass mesh plants, that of the Aschersleben fleece production units also decreased compared to the corresponding period last year. The fleece, sanitary raw materials and finished goods production units in Sárszentmihály are ready for serial production and obtaining health certificates.
- The cost of materials and services – including the change in the self-manufactured inventories as well – increased by 12% in Q3 2022, compared to prior base year.
- The personnel expenses of the Company increased in Q3 2022 compared to the base, due to the higher number of employees of the Serbian production plant and to the salary increase in line with market trends. The Group had 1 536 employees at the end of September 2022, compared to the staff level of 1 283 headcount of the base period.
- An increase in the amount of depreciation was driven by established new CAPEX investment in Hungarian and Serbian sites meanwhile the related government support was accounted proportionally in the figures.
- On the other operating income line, the Company recorded a profit of EUR 1 198 thousand compared to a profit of EUR 261 thousand in the base period. The difference is explained by the removal of deferred income related to the government grants received in line with the depreciation and the write-back of the impairment of sold and used stocks.
- The Group's EBITDA in Q3 2022 was EUR 5 729 thousand (10.4% EBITDA margin) compared to EUR 6 330 thousand (12.5% EBITDA margin) in the base period. The total EBITDA (19 363 thousand euros, 11.8% EBITDA margin) is 156 thousand euros higher than the base year (19 207 thousand euros). The operating result related to the Hungarian market, which represents the largest share, was negatively affected by the significant depreciation of the forint against the euro.
- Considering depreciation, the operating profit in the fourth quarter (EBIT) was EUR 4 358 thousand, compared to the base value of EUR 5 126 thousand. The total EBIT amounted to EUR 15 312 thousand, compared to EUR 16 024 thousand in the base year.
- Interest expenses of the Company increased due to bond issues in Q3 2021, while other financial operations resulted in a higher profit in Q3 2022 compared to the base period due to favourable exchange rate effects for the Company. The Company has favourable fixed-rate HUF bonds (~2.15%) and floating-rate euro loans (~1.5%), which are moderately impacted by the deteriorating interest rate environment. In the financial result, the exchange rate effects of the net receivables held by Hungarian entities in other currencies (EUR, USD) offset the negative impact of the depreciation of the forint on operating profit.
- The Group's profit after tax in Q3 2022 was EUR 5 555 thousand, 10% higher than the profit of EUR 5 032 thousand in the base period. The total profit after tax amounted to EUR 17 031 thousand compared to EUR 14 179 thousand in the base year.
- Due to the launched investments, the value of fixed assets amounted to EUR 99 570 thousand at the end of Q3 2022, which is EUR 13 703 thousand higher than the end of the base period.

- The high inventory levels - which had been built up to ensure a stable supply chain and minimise inflation risks - have been reduced in line with industry trends. Inventories at the end of September 2022 amounted to EUR 67 548 thousand, EUR 28 391 thousand higher than the closing inventory level of base period. The increased amount includes the increase in inventories related to own production and the increase in the volume and price of purchased inventories.
- At the end of September 2022, the Company's accounts receivable, with higher Q3 turnover performance as in the base period, was EUR 27 778 thousand, which is EUR 3 000 thousand lower than the 2021 base. The value of the current assets in the Ukrainian subsidiary includes a total impairment loss of EUR 500 thousand recognised in the first quarter.
- Group's bond liabilities in the balance sheet remained unchanged in nominal terms. The total amount of loans increased by a total of EUR 20 757 thousand due to the low interest rate bank loans drawn to finance the higher working capital requirements for investments and increased own production.
- At the end of September 2022, the Group's cash and cash equivalents amounted to EUR 15 322 thousand, EUR 8 390 thousand lower than at the end of the base period. During the quarter, the Company raised market capital of HUF 9.2 billion (EUR 22 359 thousand), which will provide additional funds for strategic investments.

2. Business Prospects

The unfavourable macro trends, rising energy prices, increasing inflation and the deterioration of the interest rate environment predict a decline in the desire to invest. As a result, a further decrease in sales related to the new building market is expected. At the same time, the renovation and energetic modernization of buildings is essential in dealing with the energy crisis. The framework of the EU's REPowerEU program foresees the emergence of powerful building energy support programs in Europe. All these ensure the growth of demand for insulation materials even in the midst of the deteriorating economic environment and the impending recession.

Besides operating in a crisis-resistant industry the Company's growth path is in line with its intensive investment strategy. In the thermal insulation materials market, the benefits of previous investments - the Hungarian and Italian EPS and the Serbian XPS production developments - could be felt in the coming years. In line with the growth and investment strategy, the Company has acquired a call option on the remaining share of the currently partly owned EPS plants in Zalaegerszeg and Hajdúszoboszló, and will enable it to become 100% owner of T-CELL Ltd. The call option is valid for a period of 3 years from the publication of the 2022 annual audited report of T-CELL Ltd., but from no later than 31 May 2023. The modulhouse business is expected to enter the market next year, the first trial modular office building will be installed in the last quarter of this year. According to the Company's further development plan, a EUR 25 million investment in rock wool in Serbia could start production from 2024, while the launch of glass wool production is also a potential investment plan of EUR 25 million, with production starting from 2025. The Company intends to finance the developments through equity issues and equity raising.

The Company has applied for the Hungarian Government's Factory Rescue Programme, which provides HUF 703 million (~ EUR 1.7 million) support for implementation of investments worth HUF 1.5 billion (~ EUR 3.7 million) to improve energy efficiency and energy security.

Masterplast continues operations in Ukraine in the non-war affected areas after securing assets and resources. The potential impact on the profitability of the Group of Companies of the limited operations is considered marginal. 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 may offset the loss of revenues during the war period.

The stable supply chain, the manufacturing and development investments already made and underway, the strong financial backing and, last but not least, the agile organisational culture provide a solid basis for the Company's further and sustainable growth.

The impact of the macroeconomic and industry trends outlined above has been an increase in operating costs and a narrowing of trade margins. With profitability indicators moderating, but thanks to increased demand for insulation materials, and assuming a favourable currency environment for the Company, annual net income could reach the forecast of EUR 18.1 million 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 Russian-Ukrainian war, the epidemic measures, the energy crisis, supply difficulties and price increases are rapidly reshaping market conditions and preferences. The new building segment showed clear signs of slowing down in the third quarter, while the renovation segment, which aims to improve the energy efficiency of buildings, saw a pick-up in demand. The renovation market, and thus the insulation market, is also being boosted by energy efficiency and climate protection targets, by public subsidies and programmes that have been developed and are being developed to achieve them.

In the most significant Hungarian market, available statistics show that construction output fell in June and July 2022, followed by modest growth, while the volume of contracts fell back from a year earlier, suggesting a decline. However, demand for insulation materials continued to expand in the third quarter, according to the Company's experience, driven by the government's home renovation subsidy, which will end at the end of the year, and the changing regulations of the utility price cuts announced in August.

In Romania, construction output rose in the quarter compared with a year earlier, while the annual inflation rate reached 15.9% in September, according to the Statistical Office. Overall, there is a high degree of uncertainty and unpredictability in the Romanian construction market with high prices remaining and the unfavourable economic environment, while the sector is also facing a significant labour shortage.

In Serbia, the number of building permits issued increased compared to the same period last year, but construction output decreased in real terms. Inflation has a negative impact on the volume of works. The Serbian state is also trying to mitigate the negative impact of the energy crisis on economic activity through various measures, such as limiting the increase in electricity prices, correcting oil derivatives prices, gas transportation agreements, construction of storage facilities, raising the reference interest rate.

In Ukraine, the war situation since the end of February has put the economy, including the construction industry, in precarious for an unforeseeable period. Estimates suggest that Ukraine's GDP will fall by 33% in 2022. Despite the difficult economic situation, Ukraine's construction sector is developing, with more than 16 000 applications registered in the country in recent months - for new construction and reconstruction of damaged buildings.

In Germany, the economic growth forecast has been revised to downside, with German real GDP growth projected at a maximum of 2%. The war in Ukraine, international supply problems, changes in the interest rate environment and inflation are also having a negative impact on the construction sector in Germany. Housing cancellations are becoming increasingly significant. Analysts expect the German construction sector to stagnate at best in real terms.

In Poland, monthly residential construction statistics for July-August show a downward trend in the volume of construction work, the number of new housing starts is 44% lower than a year earlier. Rising raw material prices and labour costs, difficulties in importing certain construction materials due to the Russian-Ukrainian conflict, and the general economic environment uncertainty are having an increased impact on construction performance and industry sentiment.

Slovakia also has high inflation, and the government and the construction industry are struggling due to the current runaway energy and commodity prices and shortages. Growth at the beginning of the year was followed by a year-on-year decline in construction from the second quarter. There is a lot of new construction and projects waiting to be completed on the market, but at the same time there is a lot of fear about the emerging crisis. The construction sector could be helped by the government's green programme, currently in the tendering phase, which is expected to provide €560 million to support the renovation of 30 000 energy-efficient old houses.

Despite rising prices and record high inflation, construction output and the number of permits issued in Croatia both showed an increase in the first seven months of the year. Stable demand for residential property, infrastructure investments (financed by EU funds) and the necessary reconstruction of earthquake-affected areas are boosting construction demand.

3. Sales by main product groups

Sales by main product groups:

Data in 1000 EUR	Q3 2022	Q3 2021	Index	2022 YTD	2021 YTD	Index
	(A)	(B)	(A/B-1)	(A)	(B)	(A/B-1)
Thermal insulation system	28 030	21 714	29%	84 838	56 556	50%
Roofing foils and accessories	6 904	8 705	-21%	21 060	22 962	-8%
Dry construction system	3 903	4 705	-17%	14 913	13 311	12%
Heat, sound and water insulation materials	5 722	5 062	13%	15 906	13 013	22%
Building industry accessories	1 700	1 720	-1%	4 717	4 576	3%
Industrial applications	8 770	8 789	0%	22 702	35 695	-36%
Total sales revenue	55 029	50 695	9%	164 136	146 113	12%
Contribution of product groups in percentage to the total sales revenue						
Thermal insulation system	51%	43%	-	51%	39%	-
Roofing foils and accessories	13%	18%	-	13%	16%	-
Dry construction system	7%	9%	-	9%	9%	-
Heat, sound and water insulation materials	10%	10%	-	10%	9%	-
Building industry accessories	3%	3%	-	3%	3%	-
Industrial applications	16%	17%	-	14%	24%	-
Total sales revenue	100%	100%	-	100%	100%	-

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 2021 based on IFRS accounting rules, as well as the non-audited data from the Group's management information system

Group sales revenue in Q3 2022 was EUR 55 029 thousand, 9% higher than in the base period. In line with the change in industry demand, sales increased in the insulation materials product group related to the renovation market, while sales decreased in the other product groups related more to the new building segment.

Thanks to the strengthening demand in the renovation market, the product group of thermal insulation systems, which comprises the largest share (51%) of the portfolio and largely includes products own-manufactured, grew by 29%. Within this product group, sales of own-produced EPS products nearly doubled, while sales of fiberglass mesh and other insulation products also increased. Looking at regional data, sales of the product group grew significantly in most markets, with Slovakia, Hungary and the German market performing particularly well in the quarter compared to the base.

Roofing foils accessories' sales closed Q3 2022 21% lower compared to the same period in 2021. In terms of markets, sales of roofing foils increased in Germany, Slovakia and Croatia, while sales in the other markets decreased to a lesser or greater extent compared to the base.

The dry construction systems product group's quarterly turnover decreased by 17% compared to the 2021 base. Drywall sales increased, while drywall profile sales were down year-on-year. By country, sales increased in export, Ukraine and Croatia, while the group's turnover decreased in other markets.

Sales of heat, sound and water insulation materials in the quarter were 13% higher than in the same quarter a year earlier. Rockwool, XPS and waterproofing materials showed growth. Foam sales were also strongly above base, where the Company focused on the clearance of the inventory due to the sale of foam sheet manufacturing equipment in Kal. In terms of markets, sales increased in Hungary, Germany, Northern Macedonia and Germany, while sales in the other countries decreased in the quarter compared to the base.

In Q3 2022, turnover of building industry accessories was 1% below the base level. Sales increased in the Croatian, Northern Macedonian and Serbian regions, while in the other markets sales stagnated or decreased.

In the industrial applications product group, sales closed at the base level in Q3 2022. Sales of healthcare products were below the base, packaging products increased and non-strategic commodities sales were flat.

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.

In the first half of 2022, the Company revised and changed the breakdown of its sales by country. With foundation of Masterplast Italia Srl., the Group reclassified the Italian market from the Export category to a separate category, as from H1 2022 Masterplast has own subsidiary in the country.

The following table describes the reclassifications for the base period:

Data in 1000 EUR	Q3 2021			2021 YTD		
	Sales revenue by previous classification	Reclassification	Sales revenue according to the new classification	Sales revenue by previous classification	Reclassification	Sales revenue according to the new classification
Hungary	20 838		20 838	67 128		67 128
Export	7 638	-2 305	5 333	19 610	-5 859	13 751
Germany	4 021		4 021	11 828		11 828
Poland	3 037		3 037	10 004		10 004
Romania	4 825		4 825	11 278		11 278
Serbia	3 312		3 312	9 050		9 050
Italy	0	2 305	2 305	-	5 859	5 859
Ukraine	3 556		3 556	7 698		7 698
Slovakia	2 096		2 096	5 226		5 226
Croatia	822		822	2 859		2 859
North Macedonia	551		551	1 432		1 432
Total sales revenue	50 695	0	50 695	146 113	0	146 113

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

Sales by countries:

Data in 1000 EUR	Q3 2022	Q3 2021	Index	2022 YTD	2021 YTD	Index
	(A)	(B)	(A/B-1)	(A)	(B)	(A/B-1)
Hungary	25 528	20 837	23%	73 632	67 128	10%
Export	5 109	5 333	-4%	14 933	13 751	9%
Romania	4 911	4 825	2%	13 774	11 278	22%
Germany	4 632	4 021	15%	12 370	11 828	5%
Italy	1 821	2 305	-21%	10 930	5 859	87%
Serbia	3 471	3 312	5%	10 811	9 050	19%
Poland	2 874	3 037	-5%	10 530	10 004	5%
Slovakia	2 197	2 096	5%	6 829	5 226	31%
Ukraine	2 814	3 556	-21%	5 353	7 698	-30%
Croatia	1 179	822	43%	3 452	2 859	21%
North-Macedonia	493	551	-11%	1 522	1 432	6%
Total sales revenue	55 029	50 695	9%	164 136	146 113	12%
Contribution of countries in percentage to the total sales revenue						
Hungary	48%	39%	-	45%	46%	-
Export	9%	11%	-	9%	9%	-
Romania	9%	10%	-	8%	8%	-
Germany	8%	8%	-	8%	8%	-
Italy	3%	5%	-	7%	4%	-
Serbia	6%	7%	-	7%	6%	-
Poland	5%	6%	-	6%	7%	-
Slovakia	4%	4%	-	4%	4%	-
Ukraine	5%	7%	-	3%	5%	-
Croatia	2%	2%	-	2%	2%	-
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 2022 and non-audited report on 30th of September 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, total revenue grew by 23% in Q3 2022 compared to the base. Government subsidies and renovation incentives continued to ensure high demand. Looking at the construction product groups, sales of the thermal insulation product group grew strongly, and sales of heat, sound and water insulation materials also expanded. The other product groups showed a slight decline compared to the quarterly base period. Sales of finished healthcare products also decreased in the Hungarian market compared to the base period.

In export markets, turnover fell by 4% in Q3 2022 compared to the same period of the previous year. Sales of own-produced fiberglass mesh, part of the thermal insulation system product group, were below the strong base level, and sales of roofing foils also declined. In the other product groups, the Company achieved growth. Sales in the UK and the Czech Republic were the main decliners in the quarter compared to the base quarter, while the Company significantly increased sales in other markets (e.g. Greece, Portugal, France).

Sales in the Romanian market closed 2% higher in Q3 2022 compared to the base period. Sales of the thermal insulation product group increased, while sales of dry construction systems declined, and sales in the other product groups also decreased in the quarter under review compared to a year earlier.

In the German market, turnover increased by 15% in Q3 compared to the same period last year. Mainly sales of own-produced fiberglass mesh and healthcare products increased sales, while roofing foils' sales decreased compared to a year earlier.

In Italy, now a separate market with a subsidiary presence, sales were down 21% compared to the same quarter last year, where the Italian government's insulation tax rebate campaign had boosted the demand until the first half of this year. The thermal insulation systems product group accounts for the vast majority of sales of the Company in the Italian market.

Serbia achieved a 5% increase in turnover in Q3 2022 compared to the base. Sales of the product group thermal insulation system increased significantly, and sales of building industry accessories were also higher than a year earlier. However, sales in the other product groups in the Serbian market decreased in the third quarter.

In the Polish market, sales closed 5% below the base in Q3 2022. Fiberglass mesh sales showed significant growth in the thermal insulation product group. At the same time, sales in the other product groups declined compared to the base, with roof foil sales in particular underperforming the base.

In the Slovak market, sales grew by 5% in Q3 2022. Sales of thermal insulation products continue to grow strongly in the Slovak market, and sales of roofing foil and non-strategic raw materials also increased in the quarter under review compared to the base. However, sales in the other product groups decreased.

In Ukraine, quarterly sales are 21% below the 2021 base period due to the war situation. Given that sales activity in war-affected regions is severely limited, the sales shortfall affects all product groups. However, sales performance in the western regions of the country continues to be good, with the backlog catching up.

In the Croatian market, revenue increased by 43% in Q3 2022 compared to the same period last year. The Company achieved strong growth in each product group except for heat, sound and water insulation materials and dry construction system.

In Northern Macedonia, which has the lowest share of turnover, turnover fell by 11% compared to the base. Sales also increased in the thermal insulation product group and in heat, sound and water insulation materials. In the other product groups the turnover decreased compared to the base.

Overall, in the third quarter, the Company's revenue increased by 9% compared to the base period. In line with the change in industry demand, sales increased in the insulation materials product group related to the renovation market, while sales decreased in the other product groups related more to the new building segment. In terms of markets, sales increased where the Company has a stronger presence with the thermal insulation systems product group, such as Hungary, Slovakia, Croatia, Romania and Germany. Sales declined in export territories, in the Italian market and in Northern Macedonia, while sales in war-torn Ukraine fell by 21% in the third quarter.

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 2022	Q3 2021	Change	Index	2022 YTD	2021 YTD	Change	Index
	(A)	(B)	A-B	(A/B-1)	(A)	(B)	A-B	(A/B-1)
Sales revenues	55 029	50 695	4 334	9%	164 136	146 113	18 023	12%
Cost of materials and services	-45 173	-40 548	-4 625	11%	-134 392	-112 075	-22 317	20%
Payroll costs and contributions	-6 852	-5 534	-1 318	24%	-20 540	-15 898	-4 642	29%
Depreciation	-1 371	-1 204	-167	14%	-4 051	-3 183	-868	27%
Change in self-manufactured inventories	1 527	1 456	71	5%	8 332	1 254	7 078	564%
Other operating revenues and expenses	1 198	261	937	359%	1 827	-187	2 014	-1077%
EBITDA	5 729	6 330	-601	-9%	19 363	19 207	156	1%
<i>EBITDA ratio</i>	<i>10,4%</i>	<i>12,5%</i>	-	-	<i>11,8%</i>	<i>13,1%</i>	-	-
PROFIT / LOSS OF BUSINESS ACTIVITY (EBIT)	4 358	5 126	-768	-15%	15 312	16 024	-712	-4%
Interest revenues	166	85	81	95%	428	251	177	71%
Interest expenses	-652	-383	-269	70%	-1 714	-935	-779	83%
Other financial revenues and expenses	2 310	942	1 368	145%	5 020	642	4 378	682%
FINANCIAL PROFIT/LOSS	1 824	644	1 180	183%	3 734	-42	3 776	-8990%
Profit/loss from associations	86	20	66	330%	207	165	42	25%
Profit/loss before income tax	6 268	5 790	478	8%	19 253	16 147	3 106	19%
Taxes	-713	-758	45	-6%	-2 222	-1 968	-254	13%
Profit/loss after taxation	5 555	5 032	523	10%	17 031	14 179	2 852	20%
<i>Profit attributable to the owners of the parent</i>	<i>5 570</i>	<i>5 018</i>	<i>552</i>	<i>11%</i>	<i>17 077</i>	<i>14 072</i>	<i>3 005</i>	<i>21%</i>
<i>Profit attributable to the minority</i>	<i>-15</i>	<i>14</i>	<i>-29</i>	<i>-207%</i>	<i>-46</i>	<i>107</i>	<i>-153</i>	<i>-143%</i>
<i>Earnings per share (EPS) (EUR)</i>	<i>0,33</i>	<i>0,34</i>	-	-	<i>1,13</i>	<i>0,96</i>	-	-

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 2021 based on IFRS accounting rules

The Group's sales revenue in Q3 2022 was EUR 55 029 thousand, which is EUR 4 334 thousand (9%) higher than in the base period.

In Q3 2022, the gross margin was at the level of the base period despite industry-wide accumulated higher priced inventory levels and the increased operating and energy costs.

In line with the growth in demand in the insulation market the utilisation of EPS production plant in Serbia increased. Foam emissions decreased in Kal compared to the base year as the Company sold its foam manufacturing equipment in September and started construction of the new EPS plant at that site. In response to the slowdown in the new building market, the other plants also operated at lower output levels, emissions from the Serbian mesh

edge protection and fiberglass mesh plants, that of the Aschersleben fleece production units also decreased compared to the corresponding period last year. The fleece, sanitary raw materials and finished goods production units in Sárszentmihály are ready for serial production and are in the process of obtaining health certificates.

The Company's cost of materials and services, including the change in own-produced inventories, increased at a higher rate (12%) than turnover increase 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 Q3 2022 compared to the base period.

Personnel expenses increased by 24% in Q3 2022 compared to the base period, largely due to the expansion of the Serbian site, as well as the increase in wage levels in line with market trends. At the end of September 2022, the Group employed 1 536 people, compared to 1 283 at the end of the base period.

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

On the other operating income line, the Company recorded a profit of EUR 1 198 thousand compared to a profit of EUR 261 thousand in the base period. The difference is explained by the removal of deferred income related to the government grants received in line with the depreciation and the write-back of the impairment of sold and used stocks.

The Group's EBITDA in Q3 2022 was EUR 5 729 thousand (10.4% EBITDA margin) compared to EUR 6 330 thousand (12.5% EBITDA margin) in the base period. Taking into account depreciation and amortization, the operating result (EBIT) for the third quarter was EUR 4 358 thousand compared to EUR 5 126 thousand in the reference period. The total EBITDA (19 363 thousand euros, 11.8% EBITDA margin) is 156 thousand euros higher than the base year (19 207 thousand euros), while the total EBIT amounted to EUR 15 312 thousand, compared to EUR 16 024 thousand in the base year.

As a result of bond issues to finance investments, the Company's interest expenses increased, with interest income showing a loss increase of EUR 188 thousand compared to the base. The Company has favourable fixed-rate HUF bonds (~2.15%) and floating-rate euro-denominated loans (~1.5%), which are moderately impacted by the deteriorating interest rate environment.

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 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.

In addition, in the financial result, the exchange rate effects of the net receivables held by Hungarian entities in other currencies (EUR, USD) offset the negative impact of the depreciation of the forint on operating profit.

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

Closing exchange rates	31-12-2020	30-06-2021	30-09-2021	31-12-2021	30-06-2022	30-09-2022	Index	Index	Index	Index	Index
	A	B	C	D	E	F	C/A	F/D	C/B	F/E	F/C
EUR/USD	1,23	1,19	1,16	1,13	1,04	0,98	94,51%	86,79%	97,63%	94,18%	84,73%
EUR/HUF	365,13	351,90	360,52	369,00	396,75	421,41	98,74%	114,20%	102,45%	106,22%	116,89%
EUR/RON	4,87	4,93	4,95	4,95	4,95	4,95	101,60%	100,02%	100,41%	100,07%	100,04%
EUR/RSD	117,58	117,57	117,56	117,58	117,41	117,32	99,98%	99,78%	99,99%	99,93%	99,79%
EUR/UAH	34,74	32,30	30,98	30,92	30,78	35,56	89,18%	115,00%	95,91%	115,54%	114,78%
USD/HUF	297,36	296,04	310,66	325,71	379,99	428,57	104,47%	131,58%	104,94%	112,78%	137,95%
USD/RON	3,97	4,14	4,25	4,37	4,74	5,05	107,09%	115,47%	102,53%	106,42%	118,83%
USD/RSD	95,66	98,74	101,29	103,93	112,26	119,55	105,88%	115,04%	102,59%	106,49%	118,03%
USD/UAH	28,27	27,18	26,58	27,28	29,25	36,57	93,99%	134,06%	97,79%	125,00%	137,60%

Source: Hungarian National Bank rates

Because of favorable exchange rate effects for the Group, the Company has generated and booked profit of EUR 2 310 thousand as other financial result in Q3 2022 compared to the EUR 942 thousand profit of base period.

As a result, the Group's profit after tax in Q3 2022 was EUR 5 555 thousand, which is 10% higher than the profit of EUR 5 032 thousand in the base period. The total profit after tax amounted to EUR 17 031 thousand, which is 20% above the EUR 14 179 thousand in the base year.

In summary, despite a deteriorating macro environment, the Company's sales revenue increased by 9% in Q3 compared to the base period, driven by the sales performance of insulation products. The impact of increased inventory levels at higher prices (widely typical of the industry – driven by inflationary pressures and supply constraints) and increased operating, energy costs resulted 9% lower quarterly EBITDA compared to base year. Meanwhile, the total EBITDA (19 363 thousand, 11.8% EBITDA margin) was EUR 156 thousand higher than the base of EUR 19 207 thousand. As a result of favourable exchange rate movements for the Group, the Company achieved profit after tax EUR 5 555 thousand during Q3, 10% above the base figures. The overall profit after-tax was EUR 17 031 thousand, 20% higher than a year earlier.

6. Other comprehensive income

Data in 1000 EUR	30-09-2022	30-09-2021
Profit for the year	17 031	14 179
Foreign exchange result on translation*	-3 627	221
Comprehensive income related to a CCIRS transaction*	-275	-763
Parent company's share of the change in the value of associates*	-142	5
Other comprehensive income	-4 044	-537
Comprehensive income	12 987	13 642

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 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 30th September 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	30-09-2022	30-09-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
FIXED ASSETS				
Land, buildings and equipment	96 292	84 519	11 773	14%
Intangible assets	799	154	645	419%
Shares in related companies	1 873	468	1 405	300%
Deferred tax assets	606	726	-120	-17%
Total fixed assets	99 570	85 867	13 703	16%
CURRENT ASSETS				
Inventories	67 548	39 157	28 391	73%
Trade accounts receivable	27 778	30 778	-3 000	-10%
Tax receivables	2 655	1 804	851	47%
Other financial receivables	13	1	12	1200%
Other current assets	3 425	6 215	-2 790	-45%
Cash and cash equivalents	15 322	23 712	-8 390	-35%
Total current assets	116 741	101 667	15 074	15%
TOTAL ASSETS	216 311	187 534	28 777	15%
CAPITAL AND RESERVES				
Subscribed capital	5 504	5 504	0	0%
Reserves	39 308	29 079	10 229	35%
Repurchased shares	-1 735	-2 166	431	-20%
Parent share of interests	17 077	14 072	3 005	21%
Equity attributable to the owners of the parent	60 154	46 489	13 665	29%
Minority interests	592	1 223	-631	-52%
Total capital and reserves	60 746	47 712	13 034	27%
LONG-TERM LIABILITIES				
Long-term loans	15 283	6 587	8 696	132%
Liabilities from issued bonds	49 774	58 253	-8 479	-15%
Deferred tax liabilities	489	351	138	39%
Deferred income	30 341	24 328	6 013	25%
Other long-term liabilities	565	4 936	-4 371	-89%
Total long-term liabilities	96 452	94 455	1 997	2%
SHORT-TERM LIABILITIES				
Short-term loans	17 287	5 726	11 561	202%
Trade accounts payable	20 533	18 566	1 967	11%
Short-term leasing liabilities	98	107	-9	-8%
Other financial liabilities	6 492	3 031	3 461	114%
Tax liabilities	4 679	4 016	663	17%
Short-term deferred income	2 785	450	2 335	519%
Provisions	720	912	-192	-21%
Other short-term liabilities	6 519	12 559	-6 040	-48%
Total short-term liabilities	59 113	45 367	13 746	30%
TOTAL LIABILITIES	155 565	139 822	15 743	11%
TOTAL CAPITAL AND LIABILITIES	216 311	187 534	28 777	15%

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 2021 based on IFRS accounting rules

On 30th September 2022, the Group's assets amounted to EUR 216 311 thousand, EUR 28 777 thousand higher than at the end of the base period.

The value of fixed assets at the end of September 2022 was EUR 99 570 thousand, EUR 13 703 thousand higher than at the end of the reference period due to the launched investments.

The high inventory levels had been built up to ensure a stable supply chain and minimise inflation risks have been reduced in line with industry trends. Inventories at the end of September 2022 amounted to EUR 67 548 thousand, EUR 28 391 thousand higher than the closing inventory level of the base period, the increase including the increase in inventories related to own production and the increase in the volume and price of purchased inventories.

The Company's trade accounts receivables at the end of September 2022 was EUR 27 778 thousand, EUR 3 000 thousand lower than the base year, despite higher sales performance. The current assets in the Ukrainian subsidiary include a combined impairment of EUR 500 thousand, recognized in the first quarter.

The Group's cash and cash equivalents stood at EUR 15 322 thousand at the end of September 2022, EUR 8 390 thousand lower than at the end of the base period.

Group's bond liabilities in the balance sheet remained unchanged in nominal terms. The total amount of loans increased by a total of EUR 20 757 thousand due to the low interest rate bank loans drawn to finance the higher working capital requirements for investments and increased own production.

The Group's accounts payable closed at EUR 20 533 thousand, compared to EUR 18 566 thousand at the end of the first quarter of last year. With the change in the status of grants related to investments not yet recognised in profit or loss, deferred income increased by EUR 8 348 thousand and the balance of other current liabilities decreased.

8. Cash-flow, bank information

Data in 1000 EUR	30-09-2022	30-09-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
Operating Activities				
PBT	19 253	16 147	3 106	19%
Depreciation and Amortisation	4 051	3 183	868	27%
Bad debt provision	418	388	30	8%
Shortage and scrap of stocks	457	83	374	451%
Provisions	153	595	-442	-74%
Profit on fixed asset sale	-1 236	-11	-1 225	11136%
Interest expense	1 714	935	779	83%
Interest revenue	-428	-251	-177	71%
Profit/loss from associations	-207	-165	-42	25%
Unrealized foreign exchange gain (loss)	-5 098	270	-5 368	-1988%
Changes in Working Capital				
Change in Accounts Receivable	-7 186	-14 405	7 219	-50%
Change in Inventory	-20 914	-14 162	-6 752	48%
Change in Other Assets	-1 403	-5 625	4 222	-75%
Change in Accounts Payable	3 743	5 260	-1 517	-29%
Change in Short-term liabilities	-10 995	5 990	-16 985	-284%
Taxation	-1 560	-19	-1 541	8111%
Net Cash from Operations	-19 238	-1 787	-17 451	977%
Investing Activities				
CAPEX	-6 537	-34 116	27 579	-81%
Sale of fixed assets	1 397	120	1 277	1064%
Subsidiaries foundation and share purchase	-1 352	0	-1 352	0%
Interest received	428	251	177	71%
Net Cash from Investing activities	-6 064	-33 745	27 681	-82%
Financing Activities				
Redeemed treasury shares	-1 130	0	-1 130	0%
Borrowing	23 100	2 639	20 461	775%
Loan repayments	-758	-165	-593	359%
Issued bond	0	25 481	-25 481	-100%
Dividends paid	-45	-618	573	-93%
Interest paid	-1 714	-935	-779	83%
Net Cash from Financing activities	19 453	26 402	-6 949	-26%
Net Cash flow of the period	-5 849	-9 130	3 281	-36%
Cash at beginning of period	15 382	33 267	-17 885	-54%
Effect of exchange rate changes	5 789	-425	6 214	-1462%
Cash at end of period	15 322	23 712	-8 390	-35%

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 2021 based on IFRS accounting rules

The net cash flow from operation was EUR -19 238 thousand at the end of Q3 2022, compared to the EUR -1 787 thousand value of end of the base period.

The cash flow from investing activities was EUR -6 064 thousand at end of September 2022 compared to EUR -33 745 thousand in same period 2021.

The net cash flow from financial related activities amounted to EUR 19 453 thousand versus the EUR 26 402 thousand of the base year.

All in all, the cash and equivalents of the Company was EUR 15 322 thousand at the end of Q3 2022 which was lower by EUR 8 390 thousand than the EUR 23 712 thousand level of the previous year same period.

Investigations against Masterplast:

In connection with the tax audits of the Romanian subsidiary explained below, there have been no changes after the financial years 2019 and 2020. The Group expects that the above proceedings will not have a major impact on the Group's financial position and profits.

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 2 010 778 (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 251 779 (RON 1 246 053) and additionally EUR 80 145 (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
01-01-2021	5 504	-138	8 063	27 634	-11 861	23 837	5 768	34 970	1 899	36 869
Profit for the year	0	0	0	0	0	0	9 054	9 054	93	9 147
Comprehensive income related to a CCIRS transaction	0	0	0	0	-584	-584	0	-584	0	-584
MRP share based payments	0	173	0	0	0	0	0	173	0	173
Other comprehensive income	0	0	0	0	790	790	0	790	-92	698
Prior year's profit or loss reclassified	0	0	0	5 768	0	5 768	-5 768	0	0	0
Redeemed treasury shares	0	-2 315	0	0	0	0	0	-2 315	0	-2 315
Other	0	0	0	-154	0	-154	0	-154	0	-154
30-09-2021	5 504	-2 280	8 063	33 248	-11 655	29 656	9 054	41 934	1 900	43 834
01-01-2022	5 504	-2 252	8 063	34 351	-13 808	28 606	15 861	47 719	646	48 365
Profit for the year	0	0	0	0	0	0	17 077	17 077	-46	17 031
Comprehensive income related to a CCIRS transaction	0	0	0	0	-275	-275	0	-275	0	-275
Dividends to minority shareholders	0	0	0	0	0	0	0	0	-45	-45
MRP share based payments	0	240	0	0	0	0	0	240	0	240
Other comprehensive income	0	0	0	0	-3 806	-3 806	0	-3 806	37	-3 769
Prior year's profit or loss reclassified	0	0	0	15 861	0	15 861	-15 861	0	0	0
Redeemed treasury shares	0	277	0	-1 013	0	-1 013	0	-736	0	-736
Other	0	0	0	-65	0	-65	0	-65	0	-65
30-09-2022	5 504	-1 735	8 063	49 134	-17 889	39 308	17 077	60 154	592	60 746

Source: consolidated non-audited report of the Group on 30th of September 2022 and non-audited report on 30th of September 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	251 779	EUR
Masterplast Romania	Bank guarantee	396 638	RON	80 145	EUR
Masterfoam Kft.	Custom	10 000 000	HUF	23 730	EUR
Masterfoam Kft.	Tender guarantee	251 003 670	HUF	595 628	EUR
Masterplast Proizvodnja DOO Subotica	Bill of exchange	2 524 795 725	EUR	5 991 305	EUR
Masterplast YU D.o.o.	Bank guarantee	10 000 000	RSD	85 238	EUR
Masterplast YU D.o.o.	Bank guarantee	2 000 000	EUR	2 000 000	EUR
Total:				9 027 825	EUR

Source: consolidated non-audited report of the Group on 30th of September 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 increasing difficulties in the supply of raw materials and increasingly frequent supplier delays, the continued operation of the plants was ensured thanks to the Company's broad supplier base.

In the third quarter of 2022, production at the Group's EPS factory in Szabadka increased significantly by 50% compared to the same period last year, the year is characterised by a steady increase in demand. Mesh edge protection production ended the third quarter with a production decrease of around 18% compared to the base, due to a decline in market demand. In the fiberglass unit, production of the final product decreased also by 18% compared to the base.

Production at the Group's Kal based foam sheet plant decreased by 39% in the second quarter compared to the base period. The Company sold its foam production equipment in September and started construction of the new EPS plant in Kal.

At the central site in sárszentmihály, production of diffusion roof foils decreased compared to the same period last year. The fleece production and the finished healthcare product manufacturing units has been successfully prepared for series production. Certification of healthcare products is in progress.

Emissions from the Aschersleben fleece production unit decreased compared to last year's baseline. The volume of medical raw material production decreased, which is being offset by improvements in sample production, product development and improvements to make production more cost-efficient.

12. Changes of the full time employees (headcount)

	30-09-2022	31-12-2021	30-09-2021
Company employees	72	63	57
Group level employees	1 536	1 379	1 283

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

The Board of Directors of the Company decided to increase the share capital of the Company by issuing new ordinary shares to the public. The public offering was successfully completed in October 2022. The Company has issued 2 249 352 new ordinary shares with a nominal value of HUF 100 each and an issue value of HUF 4 100 each, for which the HUF 9 222 343 200 (EUR 22 359 thousand) consideration has been paid in full. According to the amended Articles of Association of the Company dated 20 October 2022, the share capital was changed to HUF 1 685 063 100. The part of the issue value per share exceeding the nominal value, totalling HUF 8 997 408 000 increases the Company's capital reserve.

14. Balance sheet compared with 31 December 2021 status

Data in 1000 EUR	30-09-2022	31-12-2021	Change	Index
	(A)	(B)	A-B	(A/B-1)
FIXED ASSETS				
Land, buildings and equipment	96 292	89 624	6 668	7%
Intangible assets	799	151	648	429%
Shares in related companies	1 873	553	1 320	239%
Deferred tax assets	606	674	-68	-10%
Total fixed assets	99 570	91 002	8 568	9%
CURRENT ASSETS				
Inventories	67 548	47 088	20 460	43%
Trade accounts receivable	27 778	21 011	6 767	32%
Tax receivables	2 655	1 926	729	38%
Other financial receivables	13	75	-62	-83%
Other current assets	3 425	2 689	736	27%
Liquid assets	15 322	15 382	-60	0%
Total current assets	116 741	88 171	28 570	32%
TOTAL ASSETS	216 311	179 173	37 138	21%
CAPITAL AND RESERVES				
Subscribed capital	5 504	5 504	0	0%
Reserves	39 308	28 606	10 702	37%
Repurchased shares	-1 735	-2 252	517	-23%
Parent share of interests	17 077	15 861	1 216	8%
Equity attributable to the owners of the parent	60 154	47 719	12 435	26%
Minority interests	592	646	-54	-8%
Total capital and reserves	60 746	48 365	12 381	26%
LONG-TERM LIABILITIES				
Long-term loans	15 283	4 152	11 131	268%
Liabilities from issued bonds	49 774	56 836	-7 062	-12%
Deferred tax liabilities	489	502	-13	-3%
Deferred income	30 341	29 923	418	1%
Other long-term liabilities	565	651	-86	-13%
Total long-term liabilities	96 452	92 064	4 388	5%
SHORT-TERM LIABILITIES				
Short-term loans	17 287	6 063	11 224	185%
Trade accounts payable	20 533	16 790	3 743	22%
Short-term leasing liabilities	98	299	-201	-67%
Other financial liabilities	6 492	4 300	2 192	51%
Tax liabilities	4 679	3 263	1 416	43%
Short-term deferred income	2 785	2 785	0	0%
Provisions	720	567	153	27%
Other short-term liabilities	6 519	4 677	1 842	39%
Total short-term liabilities	59 113	38 744	20 369	53%
TOTAL LIABILITIES	155 565	130 808	24 757	19%
TOTAL CAPITAL AND LIABILITIES	216 311	179 173	37 138	21%

Source: consolidated non-audited report of the Group on 30th of September 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
Masterplast Italia Srl.	Italy	200 000	EUR	51%	51%	Wholesale of building materials
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 Plasztik Kft.	Hungary	104 000 000	HUF	24%	24%	EPS production
MASTERWOOL MW-1 d.o.o.*	Serbia	293 900 000	RSD	51%	50%	Rock wool production

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

* MASTERWOOL MW-1 d.o.o. has been established, investment and operations are not yet underway.

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	30-04-2023	approximately 14,5 years	4 548 057
Ács Balázs	Vice Chairman of the Board	03-04-2008	30-04-2023	approximately 14,5 years	3 877 259
Dirk Theuns	Board member	01-05-2014	30-04-2023	approximately 8,5 years	-
Dezse Margaret	Board member	01-05-2020	30-04-2023	approximately 2,5 years	1300
Sinkó Ottó	Board member	01-05-2020	30-04-2022	approximately 2,5 years	-
Fazekas Bálint*	Board member	2022.05.01.	2023.04.30	approximately 0,5 year	-

*Bálint Fazekas purchased 1145 shares on 27 October 2022, after the end of the reporting period

The data of the Company's top management are shown in the table below on 30th September 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	105 620

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 (1)	no	4 548 057	26,99%
Ács Balázs (1)	no	3 877 259	23,01%
Total		8 425 316	50,00%

(1) The founding owners own 50% + 1 pcs (8,425,316) of the shares issued by Masterplast Nyrt., maintaining majority ownership and voting rights for founding owners.

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

	30-09-2022
Issuing ownership	275 454
Affiliated companies ownership	0
Total	275 454

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.	<u>Interim management statement</u>
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.	<u>GM - Proposals</u>
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
05.05.2022.	Publication of Q1 2022 results, interim management report
05.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
06.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
09.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
11.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
12.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
13.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
16.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
17.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
18.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
19.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
20.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
23.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
24.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
25.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
26.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
31.05.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
01.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
01.06.2022.	Voting rights, registered capital
02.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
07.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
08.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
09.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
10.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
13.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
14.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
15.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
16.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
17.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
20.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
21.06.2022.	Information on the transfer of own shares
21.06.2022.	Information on transaction by person discharging material responsibility
22.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
22.06.2022.	Articles of Associations
22.06.2022.	Information on the registration of changes to the company's register according to the resolutions of the AGM
23.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
24.06.2022.	Information on the decision of MNB
27.06.2022.	Information on share purchasing by MASTERPLAST Employee Stock Ownership Program Organization
01.07.2022.	Voting rights, registered capital
15.07.2022.	Extraordinary information about credit rating
22.07.2022.	Announcement regarding dividend payment
26.07.2022.	Information on the expansion of the production capacity for thermal insulation products

MASTERPLAST NYILVÁNOSAN MŰKÖDŐ RÉSZVÉNYTÁRSASÁG

28.07.2022.	Half-yearly Report
01.08.2022.	Voting rights, registered capital
22.08.2022.	Information on the share analysis of OTP Bank Plc.
31.08.2022.	Information about investor forum
01.09.2022.	Voting rights, registered capital
06.09.2022.	Information on the launch plan for the production of Masterplast Italia Srl. in Italy
07.09.2022.	Information on the establishment of a mineral wool insulation materials production line of business
12.09.2022.	The analysis of DR. KALLIWODA RESEARCH GmbH about the MASTERPLAST Nyrt.
14.09.2022.	Information on the option contract for the business share of T-Cell Kft.
19.09.2022.	Information on the Ministry's notification of an application for a stone wool production plant
20.09.2022.	Information on the decision to launch a Public Offering
20.09.2022.	Changing of corporate action timetable
20.09.2022.	Corporate Action Timetable 2022
20.09.2022.	Presentation of the 20 September 2022 investor forum
26.09.2022.	MASTERPLAST Plc. Simplified Prospectus approved by the MNB
03.10.2022.	Voting rights, registered capital
18.10.2022.	Information on the result of the public offering of shares and on the increase of share capital
21.10.2022.	Information on the realisation of the capital increase
24.10.2022.	Information on the registration of changes corresponding to the increase in share capital to the company register
24.10.2022.	Articles of Associations
26.10.2022.	Information on share creation, listing and share structure of the Company
27.10.2022.	Information on the acquisition of shares by member of the Board of Directors
02.11.2022.	Voting rights, registered capital

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, 10 November 2022



Tibor Dávid
Chairman of the Board

MASTERPLAST

8143 Sárszentmihály, Árpád u. 1/A., Hungary
Phone: +36-22-801-300
Fax: +36-22-801-382
E-mail: masterplast@masterplast.hu
www.masterplastgroup.com

