

Unaudited Group Interim Financial Statement for the period from 1 October 2019 to 31 March 2020



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FOREWORD OF THE EXECUTIVE BOARD



STEFAN DUERR
Chairman of the Board



BJOERNE DRECHSLER
Board member

Due to the takeover of additional sales territories from John Deere in November 2019 and the resulting expansion of our business activities to 23 locations in five regions of Russia, our revenues increased by 44% to nearly EUR 75 million.

Dear shareholders and friends of Ekotechnika AG,

Our operating activities continued to show a very positive trend in the first half of 2019/2020. Due to the takeover of additional sales territories from John Deere in November 2019 and the resulting expansion of our business activities to 23 locations in five regions of Russia, our revenues increased by 44% to nearly EUR 75 million.

The expanded sales activity was mainly reflected in the New Machinery segment, where the number of tractors sold, at 114 machines, was well above plan (88). Total revenues from the sale of new machines were up by approx. 54% on the prior year period to EUR 46.7 million. This represents 63% of total six-month revenues. Revenues from the sale of spare parts increased by 13% to EUR 19.2 million and contributed 26% to total Group revenues. The Service segment also showed a positive performance in the first six months of the financial year, with revenues up by 25% to EUR 1.8 million. The Smart Farming segment grew by 66% to EUR 246 thousand. Initial revenues were also generated in the new Forestry Machinery segment, which sold machines worth EUR 1.7 million and spare parts worth EUR 369 thousand.

By contrast, our first-half results were adversely impacted by the temporary depreciation of the ruble – from RUR 70.72/EUR at the beginning of the financial year at the beginning of October to RUR 85.74/EUR at the end of March – as a result of the drop in oil prices and the coronavirus pandemic. This affected mainly the trade payables to machinery suppliers in the balance sheet, which have to be reflected at the exchange rate at the balance sheet date and thus resulted in book losses.

We assume, however, that these currency effects will decline significantly by the end of the financial year. This assumption is based, on the one hand, on the recovery of the ruble exchange rate over the past weeks; on the other hand, on the fact that EUR and USD prices are relevant for our machines, which should lead to higher sales revenues in the second half of the year which will more than offset the currency effect.

In general, the coronavirus also brought public life in Russia to a general standstill from March to May. As a major agricultural machinery dealer and important supplier of spare parts and services, we have been exempt from these restrictions and can continue our business activities, with the exception of some delays in delivery, while observing the necessary preventive measures.

The development of our youngest, strategically important segment, Smart Farming, remains exciting. In the current harvest season, we will generate further important data in our Lead Farms project carried out in cooperation with John Deere, which will enable us to expand our services in this promising segment. We are establishing a Russia-wide service network for smart agricultural machinery and services and expect to achieve initial results in this area by the end of the financial year.

Thank you very much for your trust.

Yours faithfully,



Stefan Duerr



Bjoerne Drechsler



Ekotechnika AG, Walldorf

Interim Group Management report as of 31 March 2020

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INTERIM GROUP MANAGEMENT REPORT

1. BUSINESS MODEL OF THE GROUP

Ekotechnika AG, headquartered in Walldorf, is the German holding company of the EkoNiva-Technika Group, the largest distributor of international agricultural machinery in Russia. Ekotechnika’s main business lies in selling new agricultural machinery such as tractors and combines. The main partner and principal supplier is John Deere, the world’s largest and market-leading manufacturer of agricultural machinery. In the first half of the financial year 2019/2020, the Ekotechnika Group generated sales revenues of EUR 75 million and earnings before interest and taxes (EBIT) of EUR -3 million.

The business activities of the Ekotechnika Group, hereinafter referred to as “Ekotechnika” or “the Group”, comprise trading in agricultural machinery and, since the end of 2018, forestry machinery, the sale of spare parts and the provision of services. In addition, the Group is actively developing smart farming services and products, for which a huge potential market is assumed to exist.

The Group’s output market is Russia, where Ekotechnika meanwhile employs 686 people at 23 locations in the five regions of Central Russia, Blackearth, Siberia, North West and Altai. On the Russian market, the Group’s companies operate under the EkoNiva-Technika brand.

EkoNivaTekhnika-Holding

106 employees

AOR: Moscow oblast, Smolensk oblast, Ivanovo oblast, Yaroslavl oblast, Arkhangelsk oblast, Pskov oblast, Novgorod oblast, Republic of Karelia, Tomsk oblast

EkoNiva-Tekhnika

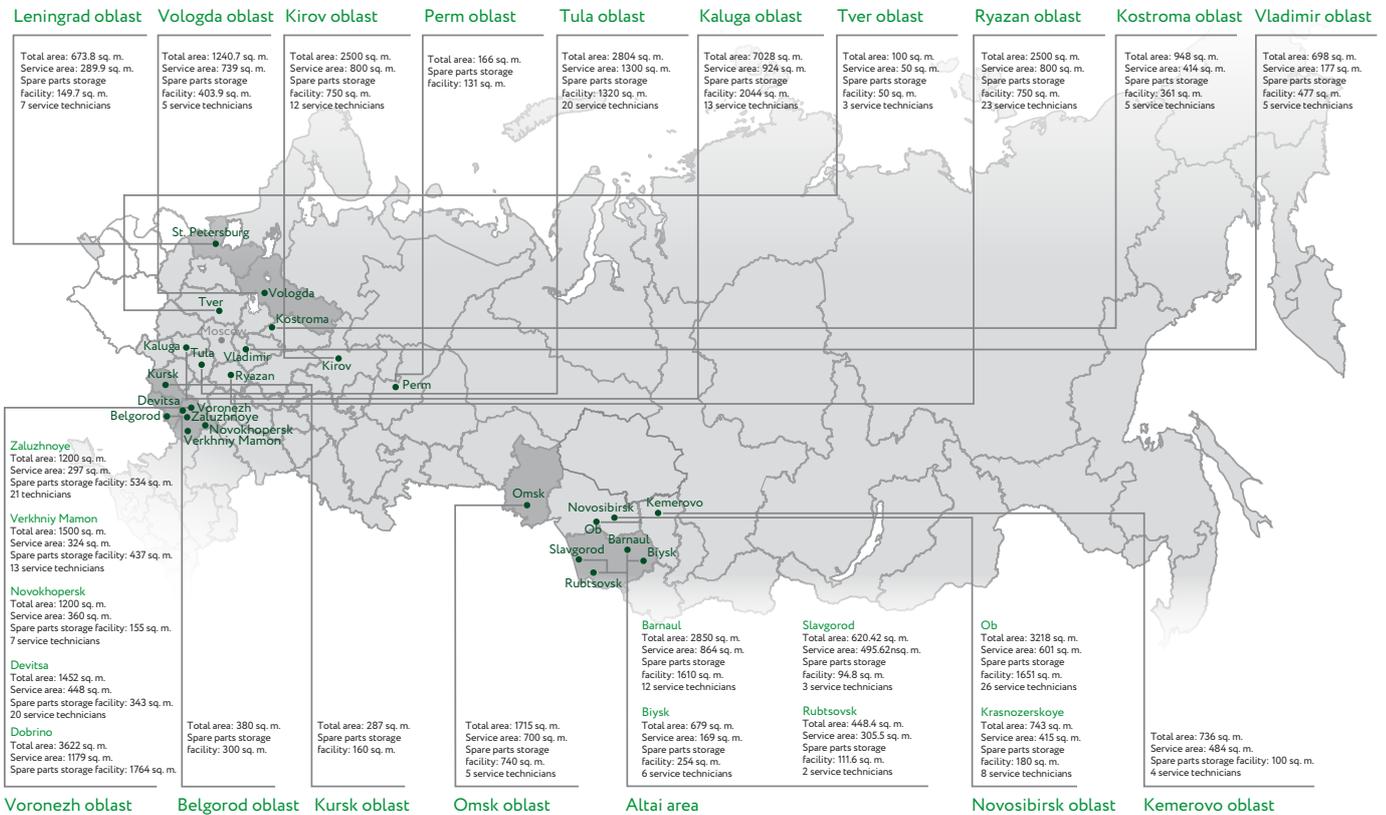
245 employees

EkoNiva-Chernozemye

180 employees

EkoNivaSibir

143 employees



As per 31 March 2020 (23 locations)

New Machinery is Ekotechnika's core business. Deere & Company, Moline, Illinois, USA, the world's largest and market-leading supplier, is the company's principal supplier. Ekotechnika is one of the largest John Deere dealers in Russia and Europe. The product portfolio also includes agricultural machinery from other leading manufacturers such as JCB, UK (telescopic loaders), Vaerderstad, Sweden (tillage equipment), Grimme, Germany (potato harvesting equipment), Sulky, France (fertilizer spreaders), and Fliegl, Germany (agricultural trailers). Some of the Group's products are now manufactured or assembled in Russia by local subsidiaries of foreign suppliers. Agricultural machinery and spare parts are partly also sourced in Western Europe or North America.

Since the end of 2018, the Group has been active in the market for forestry machinery. For this purpose, operating company EkoNivaTechnika signed a strategic partnership agreement with Tigercat Industries (Canada) for the exclusive sale of forestry machinery in the existing sales regions of Central Russia, Blackearth and Siberia.

In addition, a strong trend in the machinery market is towards used machines, which is becoming more and more important as many key customers are renewing their existing fleets, which increasingly requires trading-in.

Ekotechnika's **Spare Parts segment** currently offers a comprehensive portfolio of spare parts at 23 locations. The spare parts warehouses are usually integrated into the company's service centers in strategic locations. They stock over 35,000 different original spare parts from all brands of the new machinery sector, which are transported directly and speedily to the customer's site by the company's fleet of service vehicles whenever required. The constant increase in the number of state-of-the-art machines in the sales territories allows the Group to successively expand this business segment and to benefit from the continuously growing demand for spare parts. Gross profit margins in the spare parts business are much higher than those for new machinery, which is typical for this industry.

Ekotechnika's **Customer Service** offers not only regular maintenance of agricultural machinery but also repairs in the event of technical defects as well as the replacement of wear parts. Due to the typically long distances in Russia, a lot of work takes place directly at the customer's site. Similar to its spare parts operations, the Ekotechnika Group is also expanding the activities of its Customer Service segment. For instance, the company has introduced strategies and service activities for John Deere and JCB machines, such as engine overhauls as well as remote maintenance and diagnostics.

Smart Farming is the Group's latest business segment. It will make the company fit for the digital future and help it leverage the opportunities arising in this market. State-of-the-art technologies such as N-sensors, drones, yield maps, satellites imagery and soil scanners allow the soil to be analyzed in detail. The data obtained this way makes it possible to adapt both the sowing and the fertilization to the specific type of soil, which helps save resources and cut costs. Ekotechnika is currently developing products to make this expertise available to its customers.

2. ECONOMIC REPORT

2.1 Economic environment

Overall economic trend

According to data published by the International Monetary Fund (IMF) in April 2020 the world economy grew by 2.9% in 2019. Due to the coronavirus pandemic, the forecast for 2020 in the April IMF update has been significantly lowered and the global economy is expected to contract by -3.0% in the current year. In 2019, a growth rate of 1.7% was reported for the industrialized countries. Their GDP is forecast to decline by -6.1% in 2020. Economic output in the emerging and developing countries grew by 3.7% in 2019 and only a slight decline of -1.0% is expected for the current year 2020. Within the group of emerging and developing countries, the Russian economy grew by a relatively small 1.3% in 2019 and is expected to be affected by the corona crisis as well as the drop in oil price, with a projected GDP decline of -5.5%.

In the end of October 2019, the Russian central bank lowered its key interest rate from 7.00% to 6.50%. It remained at this level until mid-December 2019 when it was reduced to 6.25%. A further decrease followed in February to 6.00% where it remained over the first half of the financial year. At the end of April 2020, the interest rate was lowered once again to 5.50% and in June 2020 to 4.50% – the lowest level in six years.

The Russian inflation rate declined from 3.8% to 2.3% between October 2019 and February 2020. Since then, inflation has risen again, first to 2.5% in March 2020 and further to 3.1% in April and only slightly down to 3.0% in May 2020 in the wake of the Corona crisis and the drop in oil price.

The RUR/EUR exchange rate stood at RUR 70.7169/EUR at the beginning of the financial year in October 2019, and RUR 85.7389/EUR at the end of March 2020. The average rate for the first six months of the financial year 2019/2020 was RUR 71.8807/EUR. The exchange rate reached its low of RUR 67.8162/EUR on 14 January 2020, and its high of RUR 87.2669/EUR on 20 March 2020. While the exchange rate remained stable around RUR 70/EUR from October to almost the end of February, the drop in the oil price and the impacts of the Corona crisis led to a substantial devaluation of the ruble. In the course of April and May, the ruble appreciated in value again; at the beginning of June, it reached approximately RUR 76-77/EUR.

The RUR/USD exchange rate was RUR 64.6407/USD at the beginning of the financial year in October 2019 and RUR 77.7325/USD at the end of March 2020. The average exchange rate for the first half of the financial year 2019/2020 was RUR 65.0432/USD. It fell to a low of RUR 60.9474/USD on 14 January 2020 and peaked at RUR 80.8815/USD on 24 March 2020.

Russian agricultural and farming equipment market

The general environment for the agricultural sector was characterized by good grain prices and a harvest that is projected above expectations. The situation in the traditional grain regions was thus promising, although investments were made primarily in additional land, especially in the southern regions. Sugar beet and sunflower prices remained at a low level and put agricultural producers under great pressure, especially in the Blackearth region, where investment activity declined sharply. By contrast, prices for poultry and pork were stable and milk prices good. This was particularly noticeable in the northern regions in the form of higher growth.

2.2 Business performance

General performance of the Group

Ekotechnika's revenues increased by 44% to EUR 74,821 thousand in the first half of 2019/2020, due to new areas of responsibility received from the main supplier John Deere. The number of tractors sold in the first half of 2019/2020 almost doubled to 114 compared to the first half of 2018/2019 (65 tractors). In contrast, sales of combines and forage harvesters declined from 6 to 3 machines. The forestry machinery business generated initial results with revenues of EUR 1,673 thousand and EUR 370 thousand in forestry spare parts. This shows the importance of a diversified product portfolio and that a good result can still be achieved even in phases of weak market developments. For this reason, management continues to actively work on shaping and expanding the product range towards special and novel applications, many of which are niche solutions and thus generate higher margins.

The Spare Parts segment grew by EUR 2,224 thousand (13%) in the first half of 2019/2020, which is explained by the increase of machines sold, which led to the necessity to supply them with spare parts, as well as by the increase in prices and the improvement of relationships with key customers.

The Service segment showed a positive performance and is at the focus of the Group's efficiency-increasing efforts. In this segment, increasing attention will be paid to customer satisfaction going forward.

Results of operation, net assets and financial position

a) Profit situation

In the first half of the 2019/2020 financial year, the Ekotechnika Group generated **total revenues** of EUR 74,821 thousand (first half 2019: EUR 51,878 thousand), which was thus fully on target. Sales of agricultural machinery accounted for 62.5% of total revenues and totaled EUR 46,742 thousand (six months 2019: 58.7% or EUR 30,427 thousand). The increase in sales revenues in this business segment was due to the new areas of responsibilities received from John Deere. The number of tractors sold increased significantly compared to the same period last year. A total of 114 tractors (planned: 88) and 3 combine harvesters and forage harvesters (planned: 2) were sold in the first half of the 2019/2020 financial year. In the first half of the 2018/2019 financial year, 65 tractors and 6 combines and forage harvesters were sold.

At 25.6%, spare parts sales made the second biggest contribution to total revenues. Total spare parts sales reached EUR 19,184 thousand in the reporting period, which exceeded the previous year's EUR 16,960 thousand. At EUR 1,840 thousand, revenues from customer services were also up by a moderate EUR 372 thousand compared to the first six months of the 2018/2019 financial year (EUR 1,468 thousand). The continuous increase in revenues from customer services is in line with management's assessment that the volume of services provided is one of the key competitive factors.

At EUR 54,808 thousand, the **purchase costs** of agricultural machinery and equipment as well as spare parts sold was higher than the previous year's EUR 39,511 thousand.

At EUR 14,295 thousand, **gross profit** (sales less purchase costs) was higher than planned and higher than in the previous year's period (six months 2019: EUR 9,992 thousand).

Other operating income mainly comprises reimbursements of warranty costs as well as of marketing expenses and amounted to EUR 1,122 thousand in the reporting period compared to EUR 1,573 thousand in the first half of the 2018/2019 financial year.

Payroll expenses rose by a moderate 12.3% from EUR 4,902 thousand to EUR 5,504 thousand. **Depreciation and amortization** increased significantly by 39.6% from EUR 984 thousand in the previous year to EUR 1,374 thousand in the first half of 2019/2020. The main reason for this is the renewal of the transport fleet. **Other operating expenses** increased significantly by EUR 7,858 thousand from EUR 4,094 thousand to EUR 11,952 thousand. This is fully attributable to the sharp increase in exchange rate losses due to the current the market situation and the uncertainty caused by the plunging oil prices.

Due to the exchange rate losses, the **EBITDA** (earnings before interest, taxes, depreciation and amortization) was negative at EUR -2,193 thousand (six months 2019: EUR +2,773 thousand). **Earnings before interest and taxes** (EBIT) were also lower than expected at EUR -3,567 thousand (six months 2019: EUR +1,789 thousand).

The **net financial result** (financial expenses plus financial income) of EUR -1,546 thousand was slightly (EUR 124 thousand) below the level of the prior year (six months 2019: EUR -1,670 thousand).

Earnings before taxes (EBT) amounted to EUR -5,113 thousand (six months 2019: EUR +119 thousand) due to the exchange rate effects mentioned above. After deduction of tax expenses of EUR 88 thousand (six months 2019: EUR 444 thousand tax reimbursement), **consolidated net loss for the first half of the 2019/2020 financial year** stood at EUR 5,201 thousand in comparison with EUR 563 thousand consolidated net income in the previous year's period.

b) Financial position

The finance department located at OOO EkoNiva Technika-Holding, Russia, manages the Group's finances. While keeping finance costs to a minimum, it enables all companies in the Group to meet their liabilities as and when they fall due.

The main instruments for managing relations with suppliers are letters of credit and bank guarantees.

In the reporting period, operating cash flow before changes in working capital was EUR 4,681 thousand (six months 2019: EUR 1,728 thousand). Operating cash flow after changes in working capital stood at EUR 17,124 thousand (six months 2019: EUR 620 thousand outflow).

After taxes paid in the amount of EUR 1,527 thousand (six months 2019: EUR 901 thousand), interest paid in the amount of EUR 2,155 thousand (six months 2019: EUR 1,496 thousand) and interest received in the amount of EUR 739 thousand (six months 2019: EUR 62 thousand), **operating cash flow** stood at EUR 14,181 thousand (six months 2019: EUR 2,955 thousand outflow).

Cash flow from investing activities amounted to EUR -2,866 thousand in the first half of the 2019/2020 financial year, compared to EUR 3,558 thousand in the previous year.

Cash flow from financing activities amounted to EUR -2,871 thousand in the reporting period (six months 2019: EUR 4,439 thousand).

As of 31 March 2020, cash and cash equivalents totaled EUR 7,620 thousand (as of 30 September 2019: EUR 510 thousand).

c) Net assets position

As of 31 March 2020, **total assets** amounted to EUR 136,996 thousand and thus remained almost stable compared to 30 September 2019 (EUR 134,520 thousand). Adjusted for exchange rate effects, total assets would have increased by approx. 24%.

As of the balance sheet date, **non-current assets** were down by around 17% from EUR 26,800 thousand to EUR 22,174 thousand. After adjustment for exchange rate effects, non-current assets remained stable. Property, plant and equipment amounted to EUR 20,878 thousand as of 31 March 2020 (30 September 2019: EUR 23,084 thousand). After exchange rate adjustments, property, plant and equipment increased by 10%, mainly due to the renewal of the transport fleet and investments in service center buildings in the Blackearth region. In addition, there were long-term loans issued in the amount of EUR 100 thousand, compared to EUR 2,358 thousand on the prior reporting date. The decrease is mainly due to the reclassification of the loans issued from non-current to current category.

Total current assets increased by approx. 7% from EUR 107,720 thousand to EUR 114,822 thousand as at 31 March 2020. A comparison adjusted for exchange rate effects shows a more significant dynamic – an increase in current assets of 30%. This increase related to all current assets with the exception of trade receivables, which went down significantly from EUR 46,667 as of 30 September 2019 to EUR 32,231 thousand as of 31 March 2020. Adjusted for exchange rate effects, this decrease in trade receivables was not as significant and amounted to EUR 7,367 thousand. This decrease was based on seasonality as well as on a change towards faster payments by customers due to market deviations caused by the drop in oil price as well as the impact of the coronavirus pandemic. Inventories increased by around 29% (or 58% adjusted for exchange rate effects) from EUR 38,413 thousand to EUR 49,710 thousand due to the build-up of stocks before the peak season.

Prepayments increased significantly by EUR 1,836 thousand from EUR 793 thousand on 30 September 2019 to EUR 2,629 thousand on 31 March 2020, mainly explained by the receipt of new areas of responsibility from Vaederstad in Kursk, Belgorod and Omsk. Some prepayments were also made due to one-time transactions with different dealers.

Other financial assets went up by EUR 1,282 thousand from EUR 99 thousand on 30 September 2019 to EUR 1,381 thousand on 31 March 2020. The main reason is a different approach to the classification of supplier bonuses. As of 30 September 2019, receivables from suppliers due to bonuses were classified as trade receivables. On 31 March 2020, the decision was made to classify these receivables as other financial assets. The amount of receivables from suppliers due to bonuses was EUR 1,209 thousand as of 31 March 2020.

Ekotechnika Group's **consolidated equity capital** totaled EUR 23,335 thousand in the financial year, down by around 30% compared to 30 September 2019 (EUR 32,898 thousand). This results from the consolidated net loss of EUR 5,201 thousand (30 September 2019: EUR 6,961 thousand income) and the increase in the negative reserves from currency translation from EUR 17,286 thousand to EUR 21,650 thousand. The equity ratio stood at 17.0% on 31 March 2020 (30 September 2019: 24.5%).

Total liabilities amounted to EUR 113,661 thousand, up by EUR 12,039 thousand as compared to 30 September 2019 (EUR 101,622 thousand). Of this total, EUR 1,791 thousand was accounted for by **non-current liabilities** (30 September 2019: EUR 1,453 thousand), which are composed of long-term borrowings in the amount of EUR 117 thousand (30 September 2019: EUR 336 thousand), other financial liabilities of EUR 801 thousand (30 September 2019: EUR 387 thousand) and non-current trade payables towards new partner Tigercat Industrials in the amount of EUR 793 thousand (30 September 2019: EUR 601 thousand).

Current liabilities amounted to EUR 111,870 thousand on 31 March 2020, which was about 12% above the level of 30 September 2019 (EUR 100,169 thousand). The increase is mainly attributable to the increase in trade payables from EUR 41,915 thousand to EUR 60,859 thousand (mainly due to an increase in payables to the main supplier John Deere) as well as to the increase in advances received, which rose from EUR 2,520 thousand to EUR 10,235 thousand, partly due to seasonality and partly to the increase in operating activities (general increase and new areas of responsibility). Short-term borrowings decreased from EUR 44,379 thousand to EUR 34,686 thousand.

The other financial liabilities remained stable after adjustment for exchange rate effects. The decrease of other short-term liabilities is explained by decrease in VAT payables from EUR 5,142 thousand at 30 September 2019 to EUR 1,475 thousand at 31 March 2020, due to seasonal effects.

Overall, the management is satisfied with the results for the first half of 2019/2020. Although the high exchange rate losses lead to negative results, this represents only a snapshot of the situation due to the coronavirus pandemic and the drop in oil price. Moreover, management assumes these losses to decline again significantly in the second half of the year. On the one side, based on the already seen improvement of the ruble exchange in the last weeks. On the other side, the machinery is normally sold through in EUR or USD, respectively, which means that the remaining part of the forex loss results in higher sales revenues in the second half of the year, which compensate for the forex loss.

3. OPPORTUNITY AND RISK REPORT

Opportunities and risks have not changed materially since the publication of the financial statements for the period ended 30 September 2019. Therefore, please refer to the respective sections in the 2018/2019 Annual Report.

4. FORECAST

The information on the future business performance presented in this chapter are management projections based on information such as market expectations, strategic decisions, regulatory framework conditions and exchange rate trends. A change in these and other parameters incorporated in the projections may result in adjustments or the non-occurrence of these projections.

Macroeconomic framework conditions

The spread of the coronavirus has a particular impact on the global economy in 2020. Assuming that the pandemic dies down in the second half of 2020 and that containment efforts can be gradually reversed, a recovery is not expected until 2021, when global economic growth of up to 5.8% is forecast according to IMF update as of April 2020. A recovery and renewed growth of 4.5% in 2021 is also expected for the industrialized countries. In this "recovery year", economic output is forecast to increase by 6.6% in the emerging and developing countries with Russia posting 3.5%.

However, the IMF has made it clear that these forecasts are subject to considerable uncertainty and that weaker growth rates are to be expected if the pandemic and containment measures last longer, if the emerging and developing countries are affected even more severely, if the tight financial situation persists or if there are far-reaching effects due to company closures and persistent unemployment.

Developments in the agricultural and farming equipment market

As already described, the season had a very good start with high available cash flows for customers from the last season. The investment wave among large customers has begun and they start to replace equipment that was purchased in 2007/08. The decreasing interest rate and banks that are in good condition support this trend. Also the trend towards highly effective Western technology is seemingly picking up momentum, and more customers consider total cost of ownership as the ultimate buying criteria. The segment of special equipment is showing strong growth and indicates a more professional and efficient approach towards the agricultural operation for many customers.

Development of the Ekotechnika Group

In the first six months of the financial year, the management focused on increasing market share through the development of new regions received from John Deere, and on increasing sales of spare parts and services in order to achieve profitable growth. All this was achieved during the difficult time of the coronavirus pandemic. The management was able to keep costs under control and maintain a tight budget policy. This approach will be continued in the future.

Adjusted for exchange rate losses, the Group is slightly ahead of plan after the first six months of 2019/2020. The Executive Board expects these losses to decrease significantly by the end of the year and therefore maintains its planning for the full year 2019/2020.

Walldorf, 24 June 2020



Stefan Duerr
Chairman of the
Executive Board



Bjoerne Drechsler
Member of the
Executive Board



EKOTECHNIKA AG, Walldorf

Interim consolidated financial statements from 1 October 2019 to 31 March 2020 (unaudited)

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Ekotechnika AG, Walldorf

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2020 (not audited)

ASSETS	Notes	03/31/2020 EUR'000	09/30/2019 EUR'000
Non-current assets :			
Intangible assets		121	103
Property, plant and equipment	13	20,878	23,084
Long-term loans issued	15	100	2,358
Deferred tax assets		1,075	1,255
		22,174	26,800
Current assets:			
Inventories	14	49,710	38,413
Short-term loans issued	15	17,519	18,539
Trade receivables	15	32,231	46,667
Income tax receivable		863	18
Prepayments	15	2,629	793
Other financial assets	15	1,381	99
Other short-term assets	15	2,869	2,681
Cash and cash equivalents	16	7,620	510
		114,822	107,720
		136,996	134,520

LIABILITIES AND EQUITY	Notes	03/31/2020 EUR'000	09/30/2019 EUR'000
Equity attributable to shareholders of parent company			
Share capital	17	3,140	3,140
Additional paid in capital	17	6,830	6,830
Foreign currency translation reserve	17	(21,650)	(17,286)
Retained Earnings		40,201	33,240
(Loss)/Income for the period		(5,201)	6,961
		23,320	32,885
Non-controlling interests		15	13
		23,335	32,898
Non-current liabilities:			
Long-term borrowings	19	117	336
Long-term trade payables		793	601
Other long-term liabilities		801	387
Deferred tax liability		80	129
		1,791	1,453
Current liabilities:			
Provisions		959	1,247
Short-term borrowings	19	34,686	44,379
Trade payables	19	60,859	41,915
Income tax payable		23	310
Advances received	19	10,235	2,520
Other financial liabilities	19	3,320	4,329
Other short-term liabilities	19	1,788	5,469
		111,870	100,169
		136,996	134,520

Ekotechnika AG, Walldorf

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1 OCTOBER 2019 UNTIL 31 MARCH 2020 (not audited)

	Notes	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Revenues	5	74,821	51,878
Purchase cost of goods sold	6	(60,526)	(41,886)
Gross profit		14,295	9,992
Other operating income	7	1,122	1,573
Payroll expenses	8	(5,504)	(4,902)
Depreciation and amortization		(1,374)	(984)
Other operating expenses	9	(11,952)	(4,094)
Loss from impairment of financial assets		(154)	204
		(17,862)	(8,203)
Operating (loss)/profit		(3,567)	1,789
Financial income	10	907	857
Financial expenses	10	(2,453)	(2,527)
		(5,146)	(1,670)
(Loss)/Income before tax		(5,113)	119
Income tax (expense)/reimbursement, total	11	(88)	444
(Loss)/Income for the period		(5,201)	563
Attributable to:			
Parent company's shareholders		(5,201)	563
Non-controlling interests		-	-
Other comprehensive income/(loss) for the period			
<i>Items that may be classified subsequently to profit:</i>			
Exchange differences on translation of foreign operations, net of tax		(4,364)	944
Attributable to:			
Parent company's shareholders		(4,362)	944
Non-controlling interests		(2)	-
Comprehensive income for the period		(9,565)	1,507
Attributable to:			
Parent company's shareholders		(9,563)	1,507
Non-controlling interests		(2)	3
Earnings per share (basic and diluted)			
Shares Series A	18	(2.11)	0.23
Shares Series B	18	(1.22)	0.13

Ekotechnika AG, Walldorf

CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIOD FROM 1 OCTOBER 2019 UNTIL 31 MARCH 2020 (not audited)

	Notes	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
OPERATING ACTIVITIES			
(Loss)/income for the period		(5,201)	563
Amortization, depreciation and impairment of non-current assets		1,374	984
(Gain)/loss on disposal of property, plant and equipment		(84)	18
Net foreign exchange losses/(gains), net		7,284	(470)
Interest expense	19	2,035	1,764
Interest income	15	(906)	(726)
Income taxes recognized in profit or loss	11	88	(444)
Impairment of financial assets		154	(204)
Other non-cash items		(63)	243
Operating cash flows before changes in working capital, provisions, income taxes and interests paid		4,681	1,728
Change in inventories		(21,704)	(13,532)
Change in trade receivables and prepayments		5,609	11,594
Change in other financial and short-term assets		(1,533)	(1,260)
Change in trade payables and advances received		34,606	2,789
Change in other financial and short-term liabilities		(4,535)	(1,939)
Cash flows before income taxes and interest paid		17,124	(620)
Income taxes paid		(1,527)	(901)
Interest paid	19	(2,155)	(1,496)
Interest received		739	62
Net cash generated/(used) from operating activities		14,181	(2,955)
INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		162	312
Acquisition of property, plant and equipment		(2,216)	(987)
Acquisition of intangible assets		(156)	(40)
Issuance of loans		(7,367)	(8,472)
Proceeds from settlement of loans issued		6,711	12,745
Net cash used in investing activities		(2,866)	3,558
FINANCING ACTIVITIES			
Proceeds from borrowings	19	27,575	25,439
Repayment of borrowings	19	(29,758)	(20,614)
Payment of finance lease liabilities		(688)	(386)
Net cash flows from financing activities		(2,871)	4,439
Net increase in cash and cash equivalents		8,444	5,042
Cash and cash equivalents at the beginning of the period		510	452
Effect of exchange rate fluctuations on cash and cash equivalents		(1,334)	219
Cash and cash equivalents at the end of the period		7,620	5,713

Ekotechnika AG, Walldorf

CONSOLIDATED STATEMENT OF CHANGES IN
SHAREHOLDERS' EQUITY

FOR THE PERIOD FROM 1 OCTOBER 2019 UNTIL 31 MARCH 2020 (not audited)

EUR'000	Share capital	Additional paid in capital	Foreign currency translation reserve	Retained earnings/(losses)
as at 1 October 2018	3,140	6,830	(19,060)	19,992
Reclassifications	-	-	-	13,390
Income/(loss) for the period	-	-	-	-
Other comprehensive income/(loss)	-	-	944	-
Total comprehensive income/(loss)	-	-	944	-
as at 31 March 2019	3,140	6,830	(18,116)	33,382
as at 1 October 2019	3,140	6,830	(17,286)	33,240
Reclassifications	-	-	-	6,961
(Loss)/Income for the period	-	-	-	-
Other comprehensive (loss)/ income	-	-	(4,364)	-
Total comprehensive (loss)/ income	-	-	(4,364)	-
as at 31 March 2020	3,140	6,830	(21,650)	40,201

	Net profit/(loss)	Non-controlling interests	Total equity
	13,390	12	24,304
	(13,390)	-	-
	563	-	563
	-	-	944
	563	-	1,507
	563	12	25,811
	6,961	13	32,898
	(6,961)	-	-
	(5,201)	-	(5,201)
	-	2	(4,362)
	(5,201)	2	(9,563)
	(5,201)	15	23,335

Ekotechnika AG, Walldorf

NOTES TO THE GROUP'S INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD FROM 1 OCTOBER 2019 TO 31 MARCH 2020

1. COMPANY INFORMATION

The consolidated interim financial statements for the six months ended 31 March 2020 were authorized for issue in accordance with a resolution of the company's Executive Board on 24 June 2020.

Ekotechnika AG (also referred to below as "the corporation" or "parent company") voluntarily issues consolidated financial statements in accordance with International Financial Reporting Standards (IFRS) based on Section 315a of the German Commercial Code (HGB). The parent company and its subsidiaries are referred to below as the "Group".

The corporation is domiciled in the Federal Republic of Germany and its subsidiaries are domiciled in the Russian Federation. The parent company has its main business offices at Johann-Jakob-Astor-Str. 49, 69190 Walldorf, Germany.

The Group has a leading position in the area of farm machinery supplies and servicing; it is one of the largest dealers of John Deere in the Russian Federation and overall in Europe. It is also the official representative of such manufacturers of agricultural machines as Vaerdestad, JCB, Lemken, Poettinger, Kverneland and AGI as well as forestry manufacturer Tigercat Industries Inc.

2. BASIS FOR THE PREPARATION OF THE FINANCIAL STATEMENTS AND CHANGES IN ACCOUNTING METHODS

Basis for the preparation of the financial statements

The interim consolidated financial statements for the six months ended 31 March 2020 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim consolidated financial statements do not contain all the information and disclosures required for the annual financial statements and should therefore be read in conjunction with the audited consolidated financial statements as of 30 September 2019.

The consolidated interim financial statements are prepared in euros. Unless otherwise indicated, all figures are rounded to the nearest thousand (EUR thousand).

The Group's interim consolidated financial statements as of 31 March 2020 were not audited or reviewed by a German public auditor.

New accounting regulations

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 September 2019, except for the introduction of new standards and interpretations effective from 1 October 2019.

In addition to the standards and interpretations adopted for 30 September 2019, the following standards and interpretations were applied for the first time, which had no impact on the Group's interim consolidated financial statements.

- IFRIC 23 "Uncertainty over Income Tax Treatments" (issued on 7 June 2017 and effective for annual periods beginning on or after 1 January 2019).
- Prepayment Features with Negative Compensation – Amendments to IFRS 9 (issued on 12 October 2017 and effective for annual periods beginning on or after 1 January 2019).
- Long-term Interests in Associates and Joint Ventures – Amendments to IAS 28 (issued on 12 October 2017 and effective for annual periods beginning on or after 1 January 2019).
- Annual Improvements to IFRSs 2015-2017 cycle – Amendments to IFRS 3, IFRS 11, IAS 12 and IAS 23 (issued on 12 December 2017 and effective for annual periods beginning on or after 1 January 2019).

- Amendments to IAS 19 “Plan Amendment, Curtailment or Settlement” (issued on 7 February 2018 and effective for annual periods beginning on or after 1 January 2019).

Unless otherwise stated above, the new standards and interpretations are not expected to have a material impact on the Group’s consolidated financial statements.

3. SEASONAL INFLUENCES ON BUSINESS ACTIVITY

Due to the seasonal character of the company's business activities, the individual quarters of a financial year are characterized by different effects. Between 65% and 70% of all revenues are generated from April to September. This seasonality can lead to considerable fluctuations in the result from one quarter to another.

4. GROUP STRUCTURE

On 31 March 2020, the Group structure consisted of the parent company and five foreign companies in which Ekotechnika AG directly or indirectly holds the majority of capital and voting rights. During the period from 1 October 2019 until 31 March 2020, the new company OOO Ambitech was founded, with 100% shares being held by OOO Ekoniva Technika Holding. OOO Ambitech was founded to operate in the forestry business. All other subsidiaries are the same as at 30 September 2019.

5. REVENUES

Revenues comprise the following:

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Sale of agricultural machinery and equipment	46,742	30,427
Sale of spare parts	19,184	16,960
Revenue from rendering of services	1,840	1,468
Sale of lubricants	1,810	1,500
Sale of tires	1,747	901
Sale of forestry machinery	1,673	-
Sale of trade-in machinery	1,210	474
Sale of forestry spare parts	369	-
Sale from intelligent farming	246	148
	74,821	51,878

The increase in revenues mainly results from the receipt of new areas of responsibilities (“AOR”) from John Deere.

6. COST OF GOODS AND SERVICES SOLD

Cost of goods and services sold comprise the following:

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Cost of agricultural machinery and equipment	40,842	26,968
Cost of spare parts	13,966	12,543
Cost of lubricants	1,429	1,123
Cost of tires	1,607	779
Cost of forestry machinery	1,151	-
Cost of trade-in machinery	1,131	367
Cost of forestry spare parts	205	-
Cost of intelligent farming	195	106
	60,526	41,886

7. OTHER OPERATING INCOME

The other operating income is constituted as follows:

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Reimbursement of warranty costs	612	701
Reimbursement of marketing expenses	242	161
Commission / agent remuneration	19	-
FOREX gain	1	343
Contractual penalties income	1	64
Other income	247	304
	1,122	1,573

Other income consists of transport, income from PPE disposals and income from storage services.

8. PAYROLL EXPENSES

Payroll expenses break down as follows:

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Wages and salaries	2,719	2,340
Bonuses	1,778	1,721
Social contributions	1,007	841
	5,504	4,902

9. OTHER OPERATING EXPENSES

The other operating expenses comprise the following:

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
FOREX loss	7,283	1
Expenses for transport vehicles	632	550
Travel and representation expenses	538	457
Expenses for premises	516	506
Audit, consulting and legal fees	507	382
Marketing and advertising expenses	445	287
Warranty costs	312	556
Other taxes	290	248
Cost of workshops	247	197
Office expenses	188	88
Bank charges	95	82
Communication expenses	64	58
Contractual penalties losses	9	11
Other expenses	826	671
	11,952	4,094

The most significant item among the other operating expenses is the forex loss in the amount of EUR 7,283 thousand. The sharp increase is due to the temporary devaluation of the ruble as a consequence of the drop of oil prices as well as the coronavirus pandemic – two factors that supported each other in their negative consequences. While the ruble stood at RUR 70.7169/EUR at the beginning of the financial year in October 2019 it increased to RUR 85.7389/EUR at the end of March 2020. This affected mainly the trade payables

to machinery suppliers in the balance sheet, which have to be reflected at the exchange rate at the balance sheet date. The Executive Board expects these losses to decrease significantly by the end of the year. On the one side, based on the already seen improvement of the ruble exchange in the last weeks. On the other side, the machinery is normally sold through in EUR or USD, respectively, which means that the remaining part of the forex loss results in higher sales revenues in the second half of the year, which compensate for the forex loss.

Other expenses mainly comprise shortages, transportation expenses and personnel expenses.

10. FINANCIAL INCOME / FINANCIAL EXPENSES

Financial income comprises the following:

	10/01/2019-03/31/2020 EUR'000	10/01/2018-03/31/2019 EUR'000
Interest income	906	726
FOREX gain	-	130
Other financial income	1	1
	907	857

Financial expenses comprise the following:

	10/01/2019-03/31/2020 EUR'000	10/01/2018-03/31/2019 EUR'000
Interest expenses	2,035	1,764
Bank charges	238	474
FOREX loss	2	2
Other financial expenses	178	287
	2,453	2,527

11. INCOME TAX EXPENSE

Income tax expense is constituted as follows:

	10/01/2019-03/31/2020 EUR'000	10/01/2018-03/31/2019 EUR'000
Current tax expense		
Income tax expense	173	909
	173	909
Deferred tax benefit / expense		
Origination and reversal of temporary differences	(85)	(1,353)
Change in tax rate	-	-
	88	(444)

A tax rate of 20% applies for Russian subsidiaries. This tax rate was applied when calculating deferred tax assets and liabilities. A tax rate of 25% was applied for the German companies.

12. SEGMENT REPORTING

The following tables present revenue and profit information for the Group's operating segments for the six months ended 31 March 2020 and 2019, respectively.

	Central region	Blackearth region	Siberian region	Other regions	Elimination and adjustments	Consolidated
Six months ended 31 March 2020	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenues	36,103	29,401	13,791	380	(4,854)	74,821
<i>Sales of goods for resale - third parties</i>	33,814	26,213	12,954	-	-	72,981
<i>Sales (all) - Group companies</i>	1,465	2,621	388	380	(4,854)	-
<i>Revenue from rendering of services</i>	824	567	449	-	-	1,840
Purchase cost of goods sold	(30,321)	(24,310)	(10,319)	(367)	4,791	(60,526)
Gross profit/(loss)	5,782	5,091	3,472	13	(63)	14,295
Other operating income	685	292	486	2,216	(2,557)	1,122
Payroll expenses	(1,704)	(1,185)	(743)	(1,872)	-	(5,504)
Depreciation and amortization	(889)	(247)	(139)	(140)	41	(1,374)
Other operating expenses	(5,068)	(4,652)	(3,025)	(1,784)	2,577	(11,952)
Loss from impairment of financial assets	104	(19)	25	(264)	-	(154)
Results from operating activities	(1,090)	(720)	76	(1,831)	(2)	(3,567)

	Central region	Blackearth region	Siberian region	Other regions	Elimination and adjustments	Consolidated
Six months ended 31 March 2019	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenues	23,765	24,700	4,977	377	(1,941)	51,878
<i>Sales of goods for resale - third parties</i>	22,753	23,853	3,804	-	-	50,410
<i>Sales (all) - Group companies</i>	383	284	875	377	(1,919)	-
<i>Revenue from rendering of services</i>	629	563	298	-	(22)	1,468
Purchase cost of goods sold	(19,857)	(19,729)	(3,867)	(360)	1,927	(41,886)
Gross profit/(loss)	3,908	4,971	1,110	17	(14)	9,992
Other operating income	757	513	391	2,932	(3,020)	1,573
Payroll expenses	(1,521)	(1,266)	(505)	(1,610)	-	(4,902)
Depreciation and amortization	(588)	(233)	(93)	(109)	39	(984)
Other operating expenses	(2,836)	(2,378)	(854)	(1,073)	3,047	(4,094)
Loss from impairment of financial assets	103	151	(50)	-	-	204
Results from operating activities	(177)	1 758	(1)	157	52	1,789

	10/01/2019- 03/31/2020 EUR'000	10/01/2018- 03/31/2019 EUR'000
Result from operating activity	(3,567)	1,789
Financial income	907	857
Financial expenses	(2,453)	(2,527)
	(5,113)	119
Income tax expense, total	(88)	444
Income/(loss) for the period	(5,201)	563

13. PROPERTY, PLANT AND EQUIPMENT

The change in property, plant and equipment of EUR 2,206 thousand should be considered net of exchange rate effects. After this adjustment property, plant and equipment show an increase of EUR 2,373 thousand, due to the renewal of the transport fleet (acquisitions of EUR 1,449 thousand) and investments in land and buildings (acquisitions of land, buildings, assets under construction and increase of advances for constructions of EUR 1,777 thousand) due to the construction of new service centers in the Blackearth region. During the reporting period, the Group acquired property, plant and equipment amounting to EUR 3,649 thousand and disposed property, plant and equipment in the amount of EUR 958 thousand.

14. INVENTORIES

The increase in inventories from EUR 38,413 thousand to EUR 49,710 thousand is predominantly due to seasonality. This increase mainly results from the increase in stock of agricultural machinery by EUR 9,720 thousand and the increase in the stock of spare parts by EUR 1,737 thousand. This increase can be explained by the build-up of the stock before the peak season.

During the six months ended 31 March 2020, EUR 199 thousand were recognized as an expense within cost of sales for inventories carried at net realizable value (six months 2019: EUR 36 thousand expenses).

15. RECEIVABLES AND OTHER ASSETS

Trade receivables decreased significantly by EUR 14,436 thousand compared to the start of the financial year. Adjusted for exchange rate effects, this decrease was not as significant. After forex adjustment of trade receivables, the decrease amounted EUR 7,367 thousand. This decrease was based on seasonality as well as on a change towards faster payments by customers due to market deviations caused by the impact of the coronavirus pandemic. The loss from the impairment of financial assets based on the expected credit losses of EUR 154 thousand (six months 2019: EUR 204 thousand income) is recognized in a separate line in the statement of comprehensive income in accordance with IFRS 9.

The loans issued decreased by EUR 3,278 thousand from EUR 20,897 thousand at 30 September 2019 to EUR 17,619 thousand at 31 March 2020. This was again due to exchange rate fluctuations. After adjustment for those fluctuations, the loans issued remain stable. The loans issued are mainly short-term and long-term loans issued to related parties.

Prepayments increased significantly by EUR 1,836 thousand from EUR 793 thousand on 30 September 2019 to EUR 2,629 thousand on 31 March 2020, mainly explained by the receipt of new areas of responsibility from Vaederstad in Kursk, Belgorod and Omsk. Some prepayments were also made due to one-time transactions with different dealers.

Other financial assets went up by EUR 1,282 thousand from EUR 99 thousand on 30 September 2019 to EUR 1,381 thousand on 31 March 2020. The main reason is a different approach to the classification of supplier bonuses. As of 30 September 2019, receivables from suppliers due to bonuses were classified as trade receivables. On 31 March 2020, the decision was made to classify these receivables as other financial assets. The amount of receivables from suppliers due to bonuses was EUR 1,209 thousand as of 31 March 2020.

16. CASH AND CASH EQUIVALENTS

This balance sheet item still includes cash and available funds from credit institutions with an original maturity of three months or less.

17. EQUITY CAPITAL

Share capital and additional paid-in capital remain stable in the amount of EUR 3,140 thousand and EUR 6,830 thousand, respectively. The foreign currency translation reserve represents foreign currency translation differences related to net investments in Russian subsidiaries and translation from the functional currency of Russian subsidiaries into the reporting currency of the Group. The foreign currency translation reserve is also affected by exchange differences arising from translation into euros of the ruble-denominated financial statements of Russian subsidiaries used for the presentation of the consolidated financial statements. As of 31 March 2020, it amounted to EUR -21,650 thousand (as of 30 September 2019: EUR -17,286 thousand). This development is based on significant fluctuations of the RUR/EUR exchange rate during the reporting period.

18. EARNINGS PER SHARE (EPS)

The Group has two types of shares:

- Shares Series A are only the shares that were created due to the swap of the corporate bond into equity. Shares Series A are eligible to receive a preferred dividend in case the company decides to pay any dividends.
- Shares Series B are the ones that existed before the debt-to-equity swap plus those which were created due to capital increase against cash contribution.

If there is a dividend:

- **1. Step:** 26,47% of total dividend are given to Series A shareholders only

- **2. Step:** the remaining amount is given to all Series A/B shareholders proportionally

The following table reflects the income and share data used in the basic EPS computations:

	10/01/2019- 03/31/2020	10/01/2018- 03/31/2019
Income/(loss) for the period	(5,201)	563
Weighted average number of shares	3,140,000	3,140,000
Shares Series A	1,539,000	1,539,000
Shares Series B	1,601,000	1,601,000
Earnings per share (basic and diluted)		
Shares Series A	(2.11)	0.23
Shares Series B	(1.22)	0.13

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorization of these financial statements.

19. LIABILITIES

Borrowings comprise the following:

	03/31/2020 EUR'000	09/30/2019 EUR'000
Less than one year (current)	34,686	44,379
thereof secured bank loans	34,528	5,656
thereof unsecured bank loans	-	38,625
thereof non-bank loans	158	98
Between one and five years (non-current)	117	336
	34,803	44,715

Borrowings net of currency effects remained stable.

During the six months ended 31 March 2020 and 2019, and until the issuance of these financial statements, the Group has complied with all covenants except for providing a positive profitability because of a high currency revaluation loss. This covenant was broken for loans from Sberbank amounting to EUR 23,934 thousand. No actions had been taken by the time of the issuance of the financial statements.

Trade payables went up significantly from EUR 41,915 thousand on 30 September 2019 to EUR 60,859 thousand on 31 March 2020. This increase is mainly explained by the build-up of the stock and is primarily attributable to the increase of trade payables to the main supplier John Deer.

Advances received increased significantly from EUR 2,520 thousand to EUR 10,235 thousand, partly due to seasonal effects and partly to the increase of operating activities (overall increase and new areas of responsibilities).

The other financial liabilities adjusted for exchange rate effects remained stable.

The decrease in other short-term liabilities is explained by the decrease in VAT payables from EUR 5,142 thousand on 30 September 2019 to EUR 1,475 thousand on 31 March 2020. Such a decrease is explained by seasonal effects.

20. BUSINESS ACTIVITIES WITH RELATED PARTIES

Beginning on 1 March 2013, Ekosem-Agrar AG can exercise significant influence through its main shareholder Stefan Duerr, thus making Ekosem-Agrar AG the main related party of Ekotechnika AG.

The members of the management in key positions are the Executive Board members of Ekotechnika AG.

Operating activities

In the course of the reporting period, Group companies conducted the following transactions with related companies and persons not belonging to the Group.

Entities under common control	10/01/2019-03/31/2020 EUR'000	10/01/2018-03/31/2019 EUR'000
Sale of agricultural machinery and equipment	4,056	8,748
Sale of spare parts	4,139	5,099
Sale of lubricants	485	412
Sale of tires	548	417
Sale from intelligent farming	6	23
Revenue from rendering of services	192	162
Other income	89	360
Purchase of goods and other services	(1,245)	(268)

According to IFRS 9 there has been an expected credit loss provision in the amount of EUR 256 thousand (six months 2019: EUR 256 thousand) for a loan issued to the parent company.

The transactions with key management personnel were in the following amounts:

	10/01/2019-03/31/2020 EUR'000	10/01/2018-03/31/2019 EUR'000
Remuneration	(502)	(451)
Other expenses	(7)	(13)

Receivables and payables from and to related companies and persons

The following balances remained outstanding at the end of the reporting period.

		Trade receivables, other financial assets and other short-term	Trade payables, other financial liabilities and other short-term liabilities
		EUR'000	EUR'000
Entities under common control	03/31/2020	12,502	73
	09/30/2019	29,492	380
Associates	03/31/2020	1	1
	09/30/2019	1	1
Key management personnel	03/31/2020	-	557
	09/30/2019	-	833
Total	03/31/2020	12,503	631
	09/30/2019	29,493	1,214

Financing and investing activities

The Group companies conducted the following financing transactions with related companies and persons not belonging to the Group during the financial year.

		Long-term loans granted	Short-term loans granted
		EUR'000	EUR'000
Entities under common control	03/31/2020	-	17,911
	09/30/2019	2,210	17,372
Parent company	03/31/2020	-	266
	09/30/2019	-	522
Total	03/31/2020	-	18,177
	09/30/2019	2,210	17,894

		Interest income	Interest expenses
		EUR'000	EUR'000
Entities under common control	10/01/2019 - 03/31/2020	881	-
	10/01/2018 - 03/31/2019	708	-
Associates	10/01/2019 - 03/31/2020	-	-
	10/01/2018 - 03/31/2019	4	-
Key management personnel	10/01/2019 - 03/31/2020	-	22
	10/01/2018 - 03/31/2019	-	24
Total	10/01/2019 - 03/31/2020	881	22
	10/01/2018 - 03/31/2019	712	24

		Short-term borrowings	Long-term borrowings
		EUR'000	EUR'000
Key management personnel	03/31/2020	159	117
	09/30/2019	98	336
Total	03/31/2020	159	117
	09/30/2019	98	336

As at 31 March 2020, Group companies have outstanding guarantees in an amount of EUR 1 thousand (30 September 2019: EUR 2 thousand). The guarantees are granted to companies of the Ekosem-Agrar Group in order to support their purchase of machinery from the Group. As per the date of issuance of these financial statements, the management does not expect that any party holding the guarantee will demand any payment, as the Ekosem-Agrar Group is in a good situation and there is no risk of non-payment.

21. OTHER INFORMATION

The average headcount in the Group during the reporting period was 606 employees (six months 2019: 532).

Of these, 197 (six months 2019: 169) worked in the sales department, 223 (six months 2019: 192) in customer service, and 186 (six months 2019: 171) in administration.

22. RELEASE

The Group interim financial statements of Ekotechnika AG for the period from 1 October 2019 to 31 March 2020 were approved for publication by the Executive Board on 24 June 2020.

Waldorf, 24 June 2020



Stefan Duerr
Chairman of the Board



Bjoerne Drechsler
Board Member

EKOTECHNIKA

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