

PRESS RELEASE

Muehlhan AG publishes its results for the first half of 2023

- Performance falls considerably short of expectations
- Revenues of €5.8 million, EBIT of €-2.0 million
- Share buyback offer to run until beginning of September 2023

Hamburg, July 28, 2023—Muehlhan AG (Open Market; ISIN DE000A0KD0F7; WKN A0KD0F) (the “company”) generated revenues of €5.8 million and EBIT of €-2.0 million in the first half of 2023. Consolidated income after taxes after the first six months amounted to €-1.7 million. Cash flow from operating activities is in positive territory at €1.7 million due to a special effect. A comparison with the prior-year results does not make sense due to the sale of numerous subsidiaries at the 2022 year-end.

The results fall well short of expectations. The results can be traced back to unexpectedly lower business activity in the Middle East, and a heavier strain on Russian operations due to Russia’s war of aggression in Ukraine and sanctions imposed in connection with this. There were also substantial non-recurring expenses in connection with the settlement of the sale of key subsidiaries last year, the share buyback program that is currently underway and the provision set up for a legal dispute.

In Russia, revenues of €3.5 million were achieved in the first half of 2023 as against €4.5 million in the same period of the previous year. Despite the difficulties, an EBIT break-even was achieved, compared to €0.3 million in the previous year. In the Middle East, revenues dropped significantly year-over-year from €3.4 million to €1.7 million. EBIT deteriorated from €-0.3 million to €-0.7 million due to the significant decline in revenues, project start-up costs and costs for the resumption of activities.

For the 2023 financial year as a whole, the Executive Board and Supervisory Board expect to see revenues of between €10 million and €15 million and EBIT of €-2.0 million to €-2.5 million.

Muehlhan AG launched a share buyback program on June 28, 2023. Up until September 6, 2023, shareholders of Muehlhan AG have the opportunity to sell their shares for €1.75 per share before the company then withdraws from the stock market. Shareholders who have sold their shares by August 2, 2023, will receive their money only a few days later. The buyback program has been well received so far.

The company’s key performance indicators are shown in the following table:

in kEUR		1st half of 2023	1st half of 2022
Results			
Revenues		5,796	121,539
Earnings from operations before depreciation and amortization (EBITDA)		-1,981	7,111
Earnings from operations (EBIT)		-2,022	4,152
Earnings before income taxes (EBT)		-1,656	3,487
Consolidated income attributable to shareholders of Muehlhan AG		-1,644	1,375
Earnings per share from continuing operations	in EUR	-0.09	0.12
Cash flow from operating activities		1,693	-1,690
Investments in property, plant and equipment (not incl. leases)		49	1,170
Balance sheet			
		June 30, 2023	December 31, 2022
Total assets		54,355	78,458
Fixed assets ¹		845	897
Equity		42,748	64,483
Equity ratio	in %	78.6	82.2
Employees			
		1st half of 2023	1st half of 2022
Employees (annual average)	number	389	2,087

¹ Fixed assets: total of non-current assets less deferred tax assets

About Muehlhan: Muehlhan AG is a listed corporation traded on the Open Market of the Frankfurt Stock Exchange (ISIN: DE000A0KD0F7 / WKN AOKD0F).

You can find additional information at www.muehlhan-ag.com

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