

Earnings before interest, taxes, depreciation and amortisation (EBITDA)

Earnings before interest, taxes, depreciation and amortisation (EBITDA) is presented in the Highlights section of the Datwyler's annual report and on page F58 of the 5-year summary.

<i>in CHF millions</i>	2021	2020	2021	2020
	Datwyler Group	Datwyler Group	Continuing operations	Continuing operations
Revenue	1'101.7	1'069.2	947.6	823.3
EBIT	234.2	-315.9	160.4	130.2
<i>EBIT-margin</i>	21.3%	-29.5%	16.9%	15.8%
Depreciation and amortisation (page F08 and note 7)	66.0	62.4	65.2	58.3
Gain/loss on sale of subsidiaries (page F06)	-58.4	464.5	-	-
EBITDA before non-recurring items	241.8	211.0	225.6	188.5
<i>EBITDA-margin before non-recurring items</i>	21.9%	19.7%	23.8%	22.9%

Return on capital employed (ROCE)

The Datwyler Group reports the return on capital employed (ROCE) in the Highlights and in the Business Area sections of the Datwyler's annual report. ROCE equals the EBIT divided by the average capital employed. Capital employed according to Datwyler's definition equals the average of the trade accounts receivables, inventories, fixed assets excluding assets under construction, intangible assets less trade accounts payable. Averages are calculated using the balance sheet amounts per 31 December of the prior year, of the half-year and the current year-end divided by 3. The ROCE presented in the Highlights section include non-recurring items for both, the EBIT and the capital employed. The ROCE as presented in the Highlight section is calculated as follows:

<i>in CHF millions</i>	2021	2020	2021	2020
	Datwyler Group	Datwyler Group	Continuing operations	Continuing operations
EBIT reported	234.2	-315.9	160.4	130.2
Gain/loss on sale of subsidiaries (page F06)	-58.4	464.5	-	-
EBIT before non-recurring items	175.8	148.6	160.4	130.2
<i>EBIT-margin before non-recurring items</i>	16.0%	13.9%	16.9%	15.8%
Average capital employed	738.0	729.4	712.4	632.4
Return on capital employed before non-recurring items	23.8%	20.4%	22.5%	20.6%

Average capital employed (CE)

Average means the balance sheet amounts per 31 December of the prior year, of the half-year and the current year-end divided by 3. The following table illustrates the calculation.

	31 Dec 2021	30 June 2021	31 Dec 2020	30 June 2020	31 Dec 2019
<i>in CHF millions</i>					
	Datwyler Group				
Trade accounts receivable	169.7	203.0	167.8	157.7	188.1
Inventories	143.4	157.3	123.5	132.1	230.1
Fixed assets excluding assets under construction	461.1	463.0	448.0	429.7	413.2
Intangible assets	27.4	27.3	25.3	25.0	31.4
Trade accounts payable	-68.3	-74.8	-59.8	-55.2	-68.8
Capital employed	733.3	775.8	704.8	689.3	794.0
Average capital employed	738.0		729.4		

The average per 31 December 2021 is calculated using the capital employed per 31 Dec 2021, 30 June 2021 and 31 Dec 2020 dividing by 3 equalling CHF 738.0 million. Similarly, the average per 31 December 2020 equates the average of 31 Dec 2020, 30 June 2020 and 31 Dec 2019.

The ROCE as presented for the Business Areas Healthcare Solutions and Industrial Solutions, respectively, is calculated accordingly.

	2021		2020	
<i>in CHF millions</i>	Healthcare Solutions	Industrial Solutions (Continuing operations)	Healthcare Solutions	Industrial Solutions (Continuing operations)
EBIT	104.6	55.8	79.2	50.4
Average capital employed	396.1	313.3	334.2	294.8
Return on capital employed (ROCE)	26.4%	17.8%	23.7%	17.1%

Capital expenditures

Capital expenditures in fixed and intangible assets are reported in the Highlights section for the Datwyler Group and in the Business Area sections Healthcare Solutions and Industrial Solutions, respectively. Capital expenditures in connection with this note relate to additions according to the accounting records as presented in the fixed and intangible assets tables in notes 14 and 15 of the consolidated financial statements (as opposed to the cash flow statement equalling capital expenditures based on cash payments reported in the cash flow statement on page F08).

	Financial year 2021			Financial Year 2020		
	Healthcare Solutions	Industrial Solutions (Continuing operations)	Datwyler Group	Healthcare Solutions	Industrial Solutions (Continuing operations)	Datwyler Group
<i>in CHF millions</i>						
Capital expenditure in fixed assets (note 14)	64.4	38.3	103.3	50.3	29.1	81.3
Capital expenditure in intangible assets (note 15)	4.9	2.2	7.6	4.1	4.6	9.5
Total capital expenditure in fixed and intangible assets	69.3	40.5	110.9	54.4	33.7	90.8

The capital expenditures according to the definition explained above are also reported on the 5-year summary on page F58.

Free cash flow and change in cash and cash equivalents

Free cash flow as reported in the Highlights section and on page F58 of the 5-years summary equals cash flow from operating activities minus cash flow from investing activities as presented in the cash flow statement on page F08. After deducting the financing activities as per the cash flow statement from the free cash flow results in the net change in cash as per cash flow statement.

	2021	2020	2019	2018	2017
<i>in CHF millions</i>					
Cash flow from operating activities	183.5	185.3	174.8	162.9	112.7
Cash flow from investing activities	-23.1	-69.6	-101.6	-334.9	-110.0
Free cash flow	160.4	115.7	73.2	-172.0	2.7
Cash flow from financing activities	-113.0	-132.7	-49.2	64.0	-41.2
Net change in cash and cash equivalents	47.4	-17.0	24.0	-108.0	-38.5