



FINANCIAL REPORT
HALF-YEAR 2024



Consolidated Income Statement

in CHF millions	Note	Six months ended	
		30.06.2024 unaudited	30.06.2023 unaudited
Net revenue	1	572.5	602.7
Cost of goods sold		-444.9	-479.6
Gross profit		127.6	123.1
Research and development expenses		-21.6	-21.8
Marketing and selling expenses		-16.0	-17.1
General and administrative expenses		-33.8	-34.7
Other operating income		11.4	11.2
Other operating expenses		-0.1	-0.2
Operating result	1	67.5	60.5
Net finance result	4	-12.4	-12.9
Earnings before tax (EBT)		55.1	47.6
Income tax expenses		-16.5	-15.5
Net result		38.6	32.1
Net result per bearer share (in CHF)		2.27	1.89

*There were no dilutive effects for the net result per bearer share in the first half of 2024 and 2023.
The accompanying notes on pages F05 to F07 are an integral part of these interim consolidated financial statements.*

Consolidated Balance Sheet

Assets

in CHF millions	Note	30.06.2024 unaudited	31.12.2023	30.06.2023 unaudited
Cash and cash equivalents		99.4	122.4	90.2
Money market investments		0.3	0.1	–
Trade accounts receivable		233.2	227.2	249.9
Inventories		179.3	166.7	199.4
Other receivables		23.9	43.7	22.9
Prepayments made and accrued income		12.4	14.6	14.7
Current assets		548.5	574.7	577.1
Property, plant and equipment		536.4	536.7	584.3
Intangible assets: Software		32.5	31.4	33.1
Deferred income tax assets		60.7	56.1	55.5
Miscellaneous financial assets		2.0	1.9	1.8
Non-current assets		631.6	626.1	674.7
Total assets	3	1'180.1	1'200.8	1'251.8

Liabilities and equity

in CHF millions	Note	30.06.2024 unaudited	31.12.2023	30.06.2023 unaudited
Trade accounts payable		75.9	81.6	89.7
Short-term bank debt		6.2	5.9	9.9
Short-term bonds		–	150.0	150.0
Current provisions		13.4	11.9	14.0
Other current liabilities		41.8	31.2	40.0
Accrued expenses and deferred income		41.4	34.2	38.0
Current liabilities		178.7	314.8	341.6
Long-term bank debt		18.0	46.1	103.3
Long-term interest-bearing liabilities due to Pema Holding AG		225.0	198.0	180.0
Long-term bonds		359.3	239.6	239.5
Long-term provisions		4.6	4.3	5.6
Deferred income tax liabilities		11.1	9.1	8.6
Pension liabilities		2.7	2.5	2.8
Other long-term liabilities		0.0	0.2	0.1
Long-term liabilities		620.7	499.8	539.9
Total liabilities		799.4	814.6	881.5
Share capital		0.9	0.9	0.9
Treasury shares		–	–	–
Additional paid-in capital		205.1	205.1	205.1
Goodwill offset against equity		–838.7	–838.7	–838.5
Retained earnings		1'141.4	1'157.8	1'122.4
Cumulative translation adjustments		–128.0	–138.9	–119.6
Equity		380.7	386.2	370.3
Total liabilities and equity	3	1'180.1	1'200.8	1'251.8

The accompanying notes on pages F05 to F07 are an integral part of these interim consolidated financial statements.

Condensed Consolidated Cash Flow Statement

in CHF millions	Note	Six months ended	
		30.06.2024 unaudited	30.06.2023 unaudited
Net result		38.6	32.1
Non-cash items of income and expenses		40.4	72.0
Operating cash flow before changes in working capital		79.0	104.1
Changes in net working capital		7.3	-8.2
Net cash flow from operating activities		86.3	95.9
Net purchases of property, plant and equipment and intangible assets		-20.3	-34.4
Earn-out payments		-	-0.3
Net purchases of other non-current assets		-0.2	0.0
Net cash used in investing activities		-20.5	-34.7
Repayment of bank debt	3	-31.1	-36.5
Net proceeds loan with Pema Holding AG, net	3	27.0	26.0
Proceeds from 1.700% bond due on 30 October 2029	3	119.7	-
Repayment of 0.625% bond on 30 May 2024	3	-150.0	-
Net decrease in other long-term liabilities		-0.1	-1.4
Purchase of treasury shares		-2.5	-4.2
Dividend paid to shareholders		-54.4	-54.4
Net cash used from financing activities		-91.4	-70.5
Net change in cash and cash equivalents		-25.6	-9.3
Cash and cash equivalents at 1 January		122.4	101.3
Effect of exchange rate changes on cash and cash equivalents		2.6	-1.8
Cash and cash equivalents at 30 June		99.4	90.2

The accompanying notes on pages F05 to F07 are an integral part of these interim consolidated financial statements.

Consolidated Statement of Changes in Equity

in CHF millions

	Note	Share capital	Treasury shares	Additional paid-in capital	Goodwill offset against equity	Retained earnings	Cumulative translation adjustments	Total equity
At 1 January 2023		0.9	–	205.1	–838.2	1'147.0	–111.2	403.6
Net result		–	–	–	–	32.1	–	32.1
Dividends		–	–	–	–	–54.4	–	–54.4
Purchase of treasury shares		–	–4.2	–	–	–	–	–4.2
Share award plan	5	–	1.4	–	–	–	–	1.4
Long-term incentive plan	5	–	2.8	–	–	–2.3	–	0.5
Offset of goodwill from acquisitions		–	–	–	–0.3	–	–	–0.3
Currency translation differences		–	–	–	–	–	–8.4	–8.4
At 30 June 2023		0.9	–	205.1	–838.5	1'122.4	–119.6	370.3
Net result		–	–	–	–	34.7	–	34.7
Long-term incentive plan		–	–	–	–	0.7	–	0.7
Offset of goodwill from acquisitions		–	–	–	–0.2	–	–	–0.2
Currency translation differences		–	–	–	–	–	–19.3	–19.3
At 1 January 2024		0.9	–	205.1	–838.7	1'157.8	–138.9	386.2
Net result		–	–	–	–	38.6	–	38.6
Dividends		–	–	–	–	–54.4	–	–54.4
Purchase of treasury shares		–	–2.5	–	–	–	–	–2.5
Share award plan	5	–	1.5	–	–	–	–	1.5
Long-term incentive plan	5	–	1.0	–	–	–0.6	–	0.4
Currency translation differences		–	–	–	–	–	10.9	10.9
At 30 June 2024		0.9	–	205.1	–838.7	1'141.4	–128.0	380.7

At 30 June 2024, the holding company's share capital was CHF 850'000 (30 June 2023: CHF 850'000).

Cumulative translation adjustments: Arising on translation of subsidiaries' equity and income statements denominated in foreign currencies.

The accompanying notes on pages F05 to F07 are an integral part of these interim consolidated financial statements.

Notes to the Consolidated Financial Statements

I / SEGMENT INFORMATION

in CHF millions	Healthcare Solutions	Industrial Solutions	Eliminations	Total Group
Six months ended 30 June 2024:				
Revenue from external customers	230.7	341.8	–	572.5
Inter-segment revenue	–	1.6	–1.6	–
Total net revenue	230.7	343.4	–1.6	572.5
Operating result	35.6	31.9	–	67.5
Operating result as % of net revenue	15.4%	9.3%	–	11.8%

in CHF millions	Healthcare Solutions	Industrial Solutions	Eliminations	Total Group
Six months ended 30 June 2023:				
Revenue from external customers	253.8	348.9	–	602.7
Inter-segment revenue	–	2.9	–2.9	–
Total net revenue	253.8	351.8	–2.9	602.7
Operating result	39.8	20.7	–	60.5
Operating result as % of net revenue	15.7%	5.9%	–	10.0%

The Datwyler Group is a focused industrial supplier organized into the two business areas Healthcare Solutions and Industrial Solutions, both with leading positions in global and regional market segments.

The result of the Group management functions is allocated to the two business areas Healthcare Solutions and Industrial Solutions using a revenue-based key. The business areas are managed independently and their business performance is measured separately.

The business area Healthcare Solutions offers system-critical components for containers and delivery systems for injectable drugs and diagnostics in the pharmaceutical and medical markets. The significant manufacturing and distribution companies are located in Belgium, Germany, Italy, the USA, India and China.

The business area Industrial Solutions manufactures customized system-critical components for applications in the Mobility, Connectors, General Industry and Food & Beverage markets. The significant manufacturing and distribution companies are located in Switzerland, Germany, Italy, the Czech Republic, China, South Korea, the USA, Brazil and Mexico.

2 / BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying consolidated financial statements (hereinafter referred to as the “interim consolidated financial statements”) comprise the unaudited interim financial statements for the six months ended 30 June 2024 (hereinafter referred to as “first half of 2024”). The consolidated financial statements are prepared in accordance with Swiss GAAP. The consolidated interim financial statements have been prepared in accordance with the rules of Swiss GAAP Standard 31 relating to interim financial reporting. The interim consolidated financial statements do not include all the information and disclosures presented in the annual consolidated financial statements and should therefore be read in conjunction with the consolidated financial statements for the year ended 31 December 2023.

The interim consolidated financial statements were authorized for issue by the Board of Directors on 19 July 2024.

The interim consolidated financial statements include all companies which belonged to the Group during the reporting period and over which Dätwyler Holding Inc. had the power to govern the financial and operating policies so as to obtain benefits from their activities. In the Datwyler Group, this is achieved when more than 50% of a Group company's share capital or voting rights is unconditionally owned directly or indirectly by Dätwyler Holding Inc., domiciled in Altdorf (Switzerland).

The preparation of the interim consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of the financial statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

The operations of the Datwyler Group are not subject to significant seasonal variations.

3 / BALANCE SHEET

Total assets decreased by CHF 20.7 million or 1.7% to CHF 1'180.1 million compared to the end of 2023. The Group's cash and cash equivalents amounted to CHF 99.4 million at the end of June 2024, a decrease of CHF 23.0 million compared to the end of 2023. This is mainly due to the dividend payment and debt amortization. Interest-bearing debt was reduced by CHF 31.1 million net, with bank debt being reduced by CHF 27.8 million and the loan with Pema Holding AG being increased by CHF 27.0 million. The 0.625% bond of CHF 150.0 million was redeemed by issuing a 1.7% bond of CHF 120.0 million. Consolidated equity decreased by CHF 5.5 million to CHF 380.7 million. The development of equity was mainly influenced by the net result of CHF 38.6 million, the dividend of CHF 54.4 million and the positive translation difference of CHF 10.9 million.

4 / INCOME STATEMENT

Sales decreased by CHF 30.2 million or 5.0% to CHF 572.5 million compared to the previous year. Personnel expenses decreased by CHF 12.7 million or 6.3% to CHF 187.1 million. The headcount as at June 30, 2024, including temporary employees, decreased by 142 employees to 8'242 employees compared to June 30, 2023. Depreciation and amortization amounted to CHF 42.1 million (first half of 2023: CHF 39.9 million).

The financial result of CHF -12.4 million (first half of 2023 CHF -12.9 million) includes net currency gains of CHF 17.2 million net (first half of 2023: gains of CHF 1.6 million net) and losses from derivative financial instruments of CHF 24.6 million net (first half of 2023: losses of CHF 6.7 million net). Net interest expense amounted to CHF 4.7 million in the first half of 2024 (first half of 2023: CHF 7.6 million).

5 / SHARE AWARD PLAN AND LONG-TERM INCENTIVE PLAN

Since 2007, Directors and senior executives have received a portion of their remuneration in the form of bearer shares of Dätwyler Holding Inc.

The share award plan was introduced in 2007 and since 2019 only directors have participated in this plan. The award of shares is based on a fixed monetary amount. The number of shares to be awarded, representing the fixed monetary amount, is determined based on current market value. Share-based payments under the share award plan are recognized as personnel expenses in full at issue date, because the voting and dividend rights of shares awarded are transferred to the beneficiaries at issue date. The shares awarded under the share award plan may not be sold for a period of five years after the issue date. In June 2024, directors were awarded a total of 7'825 (June 2023: 6'444) bearer shares of Dätwyler Holding Inc., which were purchased for this purpose from the related party Pema Holding AG at market prices. Personnel expenses relating to the share award plan amounted to CHF 1.5 million (first half of 2023: CHF 1.4 million), without an impact on additional paid-in capital (first half of 2023: no impact on additional paid-in capital).

Since 2018, a long-term incentive plan has been in place for senior executives, granting the participants a conditional right to receive bearer shares of Dätwyler Holding Inc. subject to fulfilment of certain conditions after completion of a three-year vesting period. Participants leaving the company before completion of the three-year vesting period usually will forfeit the right to receive shares. The number of shares to be received after completion of the vesting period is dependent on the share price performance as well as on achieving three performance targets in comparison with a peer group of companies. Personnel expenses for the long-term incentive plan attributable to the first half of 2024 amounted to CHF 0.4 million (first half of 2023: CHF 0.6 million). Under this plan, shares were awarded in April 2024, when 6'050 (April 2023: 13'876) bearer shares of Dätwyler Holding Inc. were purchased for this purpose from the related party Pema Holding AG at market prices and distributed to the participants of the long-term incentive plan.

6 / EVENTS AFTER THE BALANCE SHEET DATE

The Board of Directors and the Executive Management are not aware of any other significant events occurring up to the date of approval of the interim consolidated financial statements on 19 July 2024 that would cause an adjustment of the carrying amounts of the Group's assets and liabilities.

7 / CURRENCY TRANSLATION RATES

	Six months ended 30 June 2024		Six months ended 30 June 2023	
	Closing rate at 30.06.	Average rate first half-year	Closing rate at 30.06.	Average rate first half-year
100 CNY	12.34	12.34	12.39	13.17
1 EUR	0.96	0.96	0.98	0.99
1 USD	0.90	0.89	0.90	0.91

Alternative Performance Measures (APM)

EARNINGS BEFORE INTEREST, TAXES, DEPRECIATION AND AMORTIZATION (EBITDA)

in CHF millions	Six months ended	
	30.06.2024 unaudited	30.06.2023 unaudited
Net Revenue	572.5	602.7
Operating result (EBIT)	67.5	60.5
EBIT margin	11.8%	10.0%
Depreciation and amortisation	42.1	39.9
EBITDA	109.6	100.4
EBITDA margin	19.1%	16.7%

RETURN ON CAPITAL EMPLOYED (ROCE)

ROCE is calculated by dividing the operating result (EBIT) of the last twelve months (= LTM) by the average capital employed over the same period. The following table illustrates the ROCE calculation:

in CHF millions	Six months ended	
	30.06.2024 unaudited	30.06.2023 unaudited
EBIT (LTM = last twelve months)	127.4	137.2
Average capital employed	886.5	915.8
Return on capital employed (ROCE)	14.4%	15.0%

AVERAGE CAPITAL EMPLOYED (CE)

Average capital employed according to Datwyler's definition is calculated using the average of trade accounts receivable, inventories, property, plant and equipment excluding assets under construction and intangible assets less trade accounts payable. Averages are calculated using the balance sheet amounts per 30 June and 31 December of the prior year and 30 June of the prior year divided by 3, as illustrated for Datwyler Group in the following table:

in CHF millions	30.06.2024 unaudited	31.12.2023		31.12.2022	
		30.06.2023 unaudited	31.12.2022	30.06.2022 unaudited	31.12.2021
Trade accounts receivable	233.2	227.2	249.9	250.3	250.0
Inventories	179.3	166.7	199.4	209.0	214.6
Property, plant and equipment excluding assets under construction	507.1	504.1	542.8	510.9	507.3
Intangible assets	32.5	31.4	33.1	31.8	29.1
Trade accounts payable	-75.9	-81.6	-89.7	-95.6	-95.5
Capital employed (CE)	876.2	847.8	935.5	906.4	905.5
Average capital employed	886.5	915.8			

CAPITAL EXPENDITURES

Capital expenditures represent the additions made to property, plant and equipment and intangible assets. Please note that net purchases of property, plant and equipment as reported in the cash flow statement equal capital expenditures based on cash payments, less cash received on disposal of fixed and intangible assets.

in CHF millions	Six months ended	
	30.06.2024 unaudited	30.06.2023 unaudited
Capital expenditures in property, plant and equipment	16.3	24.7
Capital expenditures in intangible assets	3.4	4.5
Total capital expenditures	19.7	29.2

FREE CASH FLOW AND NET CHANGE IN CASH AND CASH EQUIVALENTS

Free cash flow equals net cash from operating activities reduced by net cash used in investing activities as presented in the cash flow statement.

in CHF millions	Six months ended	
	30.06.2024 unaudited	30.06.2023 unaudited
Net cash from operating activities	86.3	95.9
Net cash used in investing activities	-20.5	-34.7
Free cash flow	65.8	61.2
Net cash used from financing activities	-91.4	-70.5
Net change in cash and cash equivalents	-25.6	-9.3



Dätwyler Holding Inc.

Gotthardstrasse 31, 6460 Altdorf/Switzerland

T +41 41 875 11 00, F +41 41 875 12 28

info@datwyler.com, www.datwyler.com