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**Interim
Financial
Report**

Q1-Q3 2024

ANDRITZ

ENGINEERED SUCCESS

Key financial figures at a glance

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KEY FINANCIAL FIGURES OF THE ANDRITZ GROUP

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- | Q3 2024 | Q3 2023 | +/- | 2023 |
|--|------|------------|------------|---------|---------|----------|---------|---------|
| Order intake | MEUR | 5,748.5 | 6,516.0 | -11.8% | 1,903.1 | 1,803.5 | +5.5% | 8,551.9 |
| Order backlog (as of end of period) | MEUR | 9,382.5 | 10,361.2 | -9.4% | 9,382.5 | 10,361.2 | -9.4% | 9,872.6 |
| Revenue | MEUR | 6,028.1 | 6,213.1 | -3.0% | 2,041.5 | 2,104.1 | -3.0% | 8,660.0 |
| EBITDA | MEUR | 634.9 | 632.8 | +0.3% | 211.5 | 217.5 | -2.8% | 910.2 |
| EBITA ¹⁾ | MEUR | 507.1 | 509.0 | -0.4% | 174.1 | 176.4 | -1.3% | 741.9 |
| EBITA margin | % | 8.4 | 8.2 | - | 8.5 | 8.4 | - | 8.6 |
| Comparable EBITA | MEUR | 510.1 | 513.2 | -0.6% | 181.5 | 177.9 | +2.0% | 757.1 |
| Comparable EBITA margin | % | 8.5 | 8.3 | - | 8.9 | 8.5 | - | 8.7 |
| Earnings Before Interest and Taxes (EBIT) | MEUR | 469.7 | 472.7 | -0.6% | 160.5 | 164.2 | -2.3% | 685.2 |
| Earnings Before Taxes (EBT) | MEUR | 460.0 | 470.9 | -2.3% | 159.4 | 169.2 | -5.8% | 688.2 |
| Net income (including non-controlling interests) | MEUR | 342.2 | 346.1 | -1.1% | 118.4 | 124.6 | -5.0% | 504.3 |
| Net income (without non-controlling interests) | MEUR | 342.3 | 351.6 | -2.6% | 118.2 | 124.8 | -5.3% | 510.2 |
| Cash flow from operating activities | MEUR | 404.0 | 74.9 | - | 95.5 | 154.2 | - | 375.0 |
| Capital expenditure | MEUR | 156.5 | 157.7 | -0.8% | 49.5 | 64.4 | -23.1% | 226.2 |
| Employees (as of end of period; without apprentices) | - | 30,171 | 29,819 | +1.2% | 30,171 | 29,819 | +1.2% | 29,717 |
| Total assets | MEUR | 7,958.5 | 8,407.2 | -5.3% | 7,958.5 | 8,407.2 | -5.3% | 8,497.3 |
| Equity ratio | % | 27.4 | 23.7 | - | 27.4 | 23.7 | - | 25.4 |
| Liquid funds | MEUR | 1,347.3 | 1,613.5 | -16.5% | 1,347.3 | 1,613.5 | -16.5% | 1,787.2 |
| Net liquidity | MEUR | 815.1 | 740.8 | +10.0% | 815.1 | 740.8 | +10.0% | 920.5 |
| Net working capital | MEUR | 143.2 | 65.1 | +120.0% | 143.2 | 65.1 | +120.0% | 43.5 |

1) Amortization of identifiable assets acquired in a business combination and recognized separately from goodwill amounts to 37.4 MEUR (Q1-Q3 2023: 36.3 MEUR; 2023: 56.7 MEUR); impairment of goodwill amounts to 0.0 MEUR (Q1-Q3 2023: 0.0 MEUR; 2023: 0.0 MEUR).

All figures according to IFRS. Due to the utilization of automatic calculation programs, differences can arise in the addition of rounded totals and percentages. MEUR = million euros

KEY FINANCIAL FIGURES OF THE BUSINESS AREAS

Pulp & Paper

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- | Q3 2024 | Q3 2023 | +/- | 2023 |
|---|------|------------|------------|--------|---------|---------|--------|---------|
| Order intake | MEUR | 1,968.2 | 2,387.4 | -17.6% | 482.9 | 598.4 | -19.3% | 3,036.0 |
| Order backlog (as of end of period) | MEUR | 2,480.4 | 3,623.9 | -31.6% | 2,480.4 | 3,623.9 | -31.6% | 3,135.8 |
| Revenue | MEUR | 2,605.3 | 2,875.4 | -9.4% | 867.3 | 966.2 | -10.2% | 3,987.4 |
| EBITDA | MEUR | 329.8 | 346.7 | -4.9% | 108.8 | 119.0 | -8.6% | 494.7 |
| EBITDA margin | % | 12.7 | 12.1 | - | 12.5 | 12.3 | - | 12.4 |
| EBITA | MEUR | 268.8 | 287.3 | -6.4% | 91.9 | 99.1 | -7.3% | 412.5 |
| EBITA margin | % | 10.3 | 10.0 | - | 10.6 | 10.3 | - | 10.3 |
| Comparable EBITA | MEUR | 268.0 | 290.4 | -7.7% | 94.3 | 100.8 | -6.4% | 418.7 |
| Comparable EBITA margin | % | 10.3 | 10.1 | - | 10.9 | 10.4 | - | 10.5 |
| Employees (as of end of period; without apprentices) | - | 13,325 | 13,381 | -0.4% | 13,325 | 13,381 | -0.4% | 13,310 |

Metals

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- | Q3 2024 | Q3 2023 | +/- | 2023 |
|---|------|------------|------------|--------|---------|---------|--------|---------|
| Order intake | MEUR | 1,304.2 | 1,618.3 | -19.4% | 634.1 | 441.3 | +43.7% | 1,997.7 |
| Order backlog (as of end of period) | MEUR | 1,973.7 | 2,201.1 | -10.3% | 1,973.7 | 2,201.1 | -10.3% | 2,057.1 |
| Revenue | MEUR | 1,350.2 | 1,348.2 | +0.1% | 456.2 | 456.0 | 0.0% | 1,839.6 |
| EBITDA | MEUR | 94.0 | 89.8 | +4.7% | 32.4 | 29.4 | +10.2% | 127.4 |
| EBITDA margin | % | 7.0 | 6.7 | - | 7.1 | 6.4 | - | 6.9 |
| EBITA | MEUR | 66.0 | 63.1 | +4.6% | 25.9 | 20.7 | +25.1% | 91.4 |
| EBITA margin | % | 4.9 | 4.7 | - | 5.7 | 4.5 | - | 5.0 |
| Comparable EBITA | MEUR | 77.0 | 63.7 | +20.9% | 29.9 | 20.4 | +46.6% | 93.3 |
| Comparable EBITA margin | % | 5.7 | 4.7 | - | 6.6 | 4.5 | - | 5.1 |
| Employees (as of end of period; without apprentices) | - | 6,064 | 6,208 | -2.3% | 6,064 | 6,208 | -2.3% | 6,199 |

Hydropower

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- | Q3 2024 | Q3 2023 | +/- | 2023 |
|---|------|------------|------------|--------|---------|---------|--------|---------|
| Order intake | MEUR | 1,228.9 | 1,410.4 | -12.9% | 447.2 | 323.8 | +38.1% | 2,020.9 |
| Order backlog (as of end of period) | MEUR | 3,466.8 | 3,288.5 | +5.4% | 3,466.8 | 3,288.5 | +5.4% | 3,398.8 |
| Revenue | MEUR | 1,032.5 | 1,073.4 | -3.8% | 368.8 | 362.9 | +1.6% | 1,521.7 |
| EBITDA | MEUR | 77.0 | 73.0 | +5.5% | 24.8 | 24.3 | +2.1% | 113.9 |
| EBITDA margin | % | 7.5 | 6.8 | - | 6.7 | 6.7 | - | 7.5 |
| EBITA | MEUR | 58.1 | 53.2 | +9.2% | 18.3 | 17.9 | +2.2% | 88.1 |
| EBITA margin | % | 5.6 | 5.0 | - | 5.0 | 4.9 | - | 5.8 |
| Comparable EBITA | MEUR | 54.7 | 53.7 | +1.9% | 19.1 | 18.1 | +5.5% | 95.1 |
| Comparable EBITA margin | % | 5.3 | 5.0 | - | 5.2 | 5.0 | - | 6.2 |
| Employees (as of end of period; without apprentices) | - | 6,038 | 5,930 | +1.8% | 6,038 | 5,930 | +1.8% | 5,782 |

ANDRITZ financial report Q1-Q3 2024
Key financial figures of the business areas

Environment & Energy

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- | Q3 2024 | Q3 2023 | +/- | 2023 |
|---|------|------------|------------|--------|---------|---------|--------|---------|
| Order intake | MEUR | 1,247.2 | 1,099.9 | +13.4% | 338.9 | 440.0 | -23.0% | 1,497.3 |
| Order backlog (as of end of period) | MEUR | 1,461.6 | 1,247.7 | +17.1% | 1,461.6 | 1,247.7 | +17.1% | 1,280.9 |
| Revenue | MEUR | 1,040.1 | 916.1 | +13.5% | 349.2 | 319.0 | +9.5% | 1,311.3 |
| EBITDA | MEUR | 134.1 | 123.3 | +8.8% | 45.5 | 44.8 | +1.6% | 174.2 |
| EBITDA margin | % | 12.9 | 13.5 | - | 13.0 | 14.0 | - | 13.3 |
| EBITA | MEUR | 114.2 | 105.4 | +8.3% | 38.0 | 38.7 | -1.8% | 149.9 |
| EBITA margin | % | 11.0 | 11.5 | - | 10.9 | 12.1 | - | 11.4 |
| Comparable EBITA | MEUR | 110.4 | 105.4 | +4.7% | 38.2 | 38.6 | -1.0% | 150.0 |
| Comparable EBITA margin | % | 10.6 | 11.5 | - | 10.9 | 12.1 | - | 11.4 |
| Employees (as of end of period; without apprentices) | - | 4,744 | 4,300 | +10.3% | 4,744 | 4,300 | +10.3% | 4,426 |

As of January 1, 2024 the Hydro business area was renamed to Hydropower and the Separation business area to Environment & Energy. The Clean Air Technologies division (formerly part of the Pulp & Paper business area) and the Green Hydrogen division (formerly part of the Metals business area) are reported in the Environment & Energy business area as of January 1, 2024. The reference figures of the previous year have been adjusted to match the new reporting structure.

MANAGEMENT REPORT

GENERAL ECONOMIC CONDITIONS

The global economic development across major continents continues to be impacted by monetary policies, mainly major central banks' reaction to previously high and meanwhile receding inflation rates, ongoing war situations as well as geopolitical tensions.

In Europe, in the second quarter of 2024, seasonally adjusted GDP increased by 0.2% in both the euro area and the EU, compared with the previous quarter, according to an estimate published by Eurostat, the statistical office of the European Union. In the first quarter of 2024, GDP grew by 0.3% in both zones. Compared with the same quarter of the previous year, seasonally adjusted GDP increased by 0.6% in the euro area and by 0.8% in the EU in the second quarter of 2024, after +0.5% in the euro area and +0.7% in the EU in the previous quarter.

In August 2024, compared with July 2024, seasonally adjusted industrial production increased by 1.8% in the euro area and by 1.3% in the EU, according to first estimates from Eurostat. In July 2024, industrial production fell by 0.5% in the euro area and by 0.3% in the EU. In August 2024, compared with August 2023, industrial production increased by 0.1% in the euro area and by 0.2% in the EU. For capital goods, in August 2024 compared with July 2024, industrial production increased by 3.7% in the euro area and by 3.6% in the EU. In August 2024, compared with August 2023, industrial production for capital goods increased by 0.2% both in the euro area and the EU.

Euro area annual inflation came in at 1.7% in September 2024, down from 2.2% in August. A year earlier, the rate was 4.3%. European Union annual inflation was 2.1% in September 2024, down from 2.4% in August and 4.9% a year earlier. With the goal of reducing inflation to a medium-term target of 2.0%, the European Central Bank (ECB) has cut its benchmark interest rate to 3.75% in June 2024, from a record of 4.0% before.

In the United States, during the second quarter of 2024, GDP increased by 0.7% compared to the previous quarter (after +0.4% in the first quarter of 2024). Compared with the same quarter of the previous year, GDP increased by 3.1% (after +2.9% in the previous quarter). According to the Atlanta FED's GDPNow model, the estimate for real GDP growth (seasonally adjusted annual rate) in the third quarter of 2024 was 3.4% on 18 October 2024, unchanged from October 17 after rounding. With inflation easing from its highs, the US Federal Reserve (FED) has finally lowered its key interest rate from 5.25% to 5.5%, the highest level in more than 20 years, by 50 basis points to 4.75% to 5%. It previously raised the key interest rate several times since March 2022 and maintained peak levels since July last year, aimed at combatting high inflation and achieving a return to the central bank's 2%-target. In fact, according to the U.S. Bureau of Labor Statistics, the US inflation rate came in at 2.4% for the twelve months ending September 2024, following 2.5% in August 2024 and 2.9% in July 2024.

China's economy grew by +4.7% yoy in the second quarter of 2024 and +4.6% in the third quarter, implying a slowing growth rate compared to the first quarter this year (+5.3%). The Chinese government is aiming at 5.0% economic growth for 2024 overall.

Source: EC, ECB, Eurostat, FED, NBS China, Reuters, US BLS, US BEA

BUSINESS DEVELOPMENT

Changes in the reporting structure

As of January 1, 2024, the Hydro business area was renamed to Hydropower and the Separation business area to Environment & Energy. The Clean Air Technologies division (formerly part of the Pulp & Paper business area) and the Green Hydrogen division (formerly part of the Metals business area) are reported in the Environment & Energy business area as of January 1, 2024. The reference figures of the previous year have been adjusted to match the new reporting structure.

Order intake

The business areas' order intake development at a glance:

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- |
|----------------------|------|------------|------------|--------|
| Pulp & Paper | MEUR | 1,968.2 | 2,387.4 | -17.6% |
| Metals | MEUR | 1,304.2 | 1,618.3 | -19.4% |
| Hydropower | MEUR | 1,228.9 | 1,410.4 | -12.9% |
| Environment & Energy | MEUR | 1,247.2 | 1,099.9 | +13.4% |

The order intake of the ANDRITZ GROUP in the first three quarters of 2024 amounted to 5,748.5 MEUR, which was below the level of the first three quarters of 2023 (-11.8% versus Q1-Q3 2023: 6,516.0 MEUR). The Environment & Energy business area (+13.4%) increased its order intake significantly compared to the first three quarters of 2023. This substantial increase is primarily attributable to the Clean Air Technologies division, which succeeded in booking its largest ever retrofit order for a customer in Germany. Order intake in the business area Pulp & Paper (-17.6%) dropped considerably compared to the previous year due to a continued absence of major capital investments by pulp & paper customers. The business area Metals (-19.4%) also recorded a strong decline in order intake compared to the first three quarters of 2023. Both sectors, Metals Processing and Metals Forming (Schuler), were confronted with low investment activity by steel and automotive producers. Order intake in the business area Hydropower (-12.9%) recorded a sharp decline compared to the high level of the previous year's reference figure, which included a large order to supply electromechanical equipment for the new hydropower station Luang Prabang in the Lao People's Democratic Republic.

In the third quarter of 2024, the order intake of the Group developed favourably. At 1,903.1 MEUR, the order intake was higher than the figure of previous year's reference quarter (+5.5% versus Q3 2023: 1,803.5 MEUR). While the business areas Metals and Hydropower were able to increase their order intake compared to the previous year's reference quarter, the business areas Pulp & Paper and Energy & Environment saw a decline.

The business areas' development in detail (quarter-to-quarter):

- Pulp & Paper: Order intake amounted to 482.9 MEUR and was thus below the previous year's reference figure (-19.3% versus Q3 2023: 598.4 MEUR). While order intake in the service business has slightly increased, the capital business (Paper & Textile und Pulp & Power) recorded a significant decrease in order intake due to the absence of large orders.

- **Metals:** At 634.1 MEUR, the order intake reached a very favourable level and increased by 43.7% compared to the previous year's reference figure (Q3 2023: 441.3 MEUR). This strong increase is primarily attributable to the Metals Processing sector, which booked an order to supply an annealing and coating line as well as a cold rolling mill for an electrical steel production facility in the USA and other medium-sized orders in Asia and Europe. The Metals Forming (Schuler) sector saw a slight decrease in the order intake.
- **Hydropower:** Order intake amounted to 447.2 MEUR and thus recorded a significant increase compared to the level of the previous year's reference figure (+38.1% versus Q3 2023: 323.8 MEUR). The business area secured several medium-sized orders to supply electromechanical equipment for new hydropower plants. Furthermore, several plant upgrades, including the major rehabilitation of the Chenderoh plant in Malaysia, contributed to the order intake.
- **Environment & Energy:** Order intake amounted to 338.9 MEUR and was thus below the high level of the previous year's reference figure (-23.0% versus Q3 2023: 440.0 MEUR), which included the receipt of a large order to supply one of the largest green hydrogen production plants in Europe.

Revenue

The business areas' revenue development at a glance:

| | Unit | Q1-Q3 2024 | Q1-Q3 2023 | +/- |
|----------------------|------|------------|------------|--------|
| Pulp & Paper | MEUR | 2,605.3 | 2,875.4 | -9.4% |
| Metals | MEUR | 1,350.2 | 1,348.2 | 0.1% |
| Hydropower | MEUR | 1,032.5 | 1,073.4 | -3.8% |
| Environment & Energy | MEUR | 1,040.1 | 916.1 | +13.5% |

The Group's revenue **in the first three quarters of 2024** amounted to 6,028.1 MEUR and was thus 3.0% lower than the previous year's reference figure (Q1-Q3 2023: 6,213.1 MEUR). The business area Environment & Energy (+13.5%) was able to significantly increase its revenue compared to the previous year's reference figure, driven by the scheduled execution of the high order backlog accumulated in this business area over the previous reporting periods. While the business area Metals (+0.1%) showed a stable development, revenue in the business areas Pulp & Paper (-9.4%) and Hydropower (-3.8%) declined compared to the previous year's reference period. The revenue in the business area Pulp & Paper decreased as a result of the decline in order intake in the past few quarters, whereas the decrease in revenue in the business area Hydropower mainly resulted from a temporarily lower project-related revenue generation.

Revenue of the ANDRITZ GROUP amounted to 2,041.5 MEUR in the **third quarter of 2024** and was thus slightly below the high level of the reference figure for the previous year (-3.0% versus Q3 2023: 2,104.1 MEUR). The business area Environment & Energy (+9.5%) recorded a strong increase in revenue compared to the previous year's reference quarter. Revenue in the business areas Metals (0.0%) and Hydropower (+1.6%) was in line with the previous year's reference quarter. Revenue in the business area Pulp & Paper (-10.2%) declined significantly compared to previous year's reference quarter, due to a decrease in order intake in recent quarters resulting from the continued weak market in the pulp & paper industry.

Share of **service revenue** of the Group and by business area in %:

| | Q1-Q3 2024 | Q1-Q3 2023 | Q3 2024 | Q3 2023 |
|----------------------|------------|------------|---------|---------|
| ANDRITZ GROUP | 40 | 38 | 41 | 38 |
| Pulp & Paper | 50 | 43 | 52 | 44 |
| Metals | 26 | 24 | 27 | 25 |
| Hydropower | 36 | 39 | 36 | 38 |
| Environment & Energy | 39 | 43 | 39 | 42 |

Order backlog

The ANDRITZ GROUP's order backlog as of September 30, 2024 amounted to 9,382.5 MEUR (-5.0% versus December 31, 2023: 9,872.6 MEUR). The Environment & Energy business area recorded a significant increase in order backlog compared to December 31, 2023. While the order backlog in the Hydropower business area increased slightly, the order backlog in the Pulp & Paper and Metals business areas decreased in the course of the scheduled execution of large orders contained in the backlog.

Earnings

The **operating result (EBITA)** of the Group amounted to 507.1 MEUR **in the first three quarters of 2024** and remained resilient compared to the level of the reference figure for the previous period (-0.4% versus Q1-Q3 2023: 509.0 MEUR). Profitability (EBITA margin) increased to 8.4% (Q1-Q3 2023: 8.2%).

Profitability development in the first three quarters of 2024 by business area:

- Pulp & Paper: The profitability reached a very favourable level at 10.3% (Q1-Q3 2023: 10.0%), despite lower revenue compared to last year's reference period. The slightly higher profitability is mainly due to the positive profitability development in the Service business.
- Metals: The EBITA margin increased to 4.9% (Q1-Q3 2023: 4.7%). The increase in profitability of Metals Processing could fully compensate for the decline of Metals Forming (Schuler), which, among other things, resulted from provisions for capacity adjustments. The comparable EBITA margin increased to 5.7% (Q1-Q3 2023: 4.7%).
- Hydropower: Profitability increased to 5.6% (Q1-Q3 2023: 5.0%), which is due to the continuous phase out of legacy projects from the order backlog and the positive profitability development in the Service business.
- Environment & Energy: Profitability was maintained at a high level at 11.0% (Q1-Q3 2023: 11.5%). The slightly lower profitability is mainly due to a different project mix.

The **EBITA** of the Group **in the third quarter of 2024** amounted to 174.1 MEUR and slightly decreased compared to last year's reference period (-1.3% versus Q3 2023: 176.4 MEUR). However, profitability increased to 8.5% (Q3 2023: 8.4%).

The **financial result** in the first three quarters of 2024 amounted to -9.7 MEUR (Q1-Q3 2023: -1.8 MEUR). The net interest result increased compared to the previous year's reference figure as the cash and cash equivalents could be invested with a better interest rate due to the very positive interest rate environment. In the context of the deconsolidation of a company, the other financial result of 2024 includes a one-time effect from the write-off of a loan granted to this company and the result from companies accounted for using the equity method includes a one-time effect from the measurement of the remaining shares at fair value.

Net income (including non-controlling interests) with 342.2 MEUR was on the level of the comparable period (-1.1% versus Q1-Q3 2023: 346.1 MEUR), whereof 342.3 MEUR (Q1-Q3 2023: 351.6 MEUR) are attributable to the shareholders of the parent company and -0.1 MEUR (Q1-Q3 2023: -5.5 MEUR) to non-controlling interests.

Financial position

Total assets as of September 30, 2024 amounted to 7,958.5 MEUR (December 31, 2023: 8,497.3 MEUR). The equity ratio increased to 27.4% (December 31, 2023: 25.4%).

Liquid funds as of September 30, 2024 decreased mainly due to the dividend payment and the scheduled repayment of *Schuldscheindarlehen* to 1,347.3 MEUR (as of end of 2023: 1,787.2 MEUR), while net liquidity decreased to 815.1 MEUR (as of end of 2023: 920.5 MEUR).

In addition to the reported liquidity, the ANDRITZ GROUP also had the following credit and surety lines for performance of contracts, down payments, guarantees, and so on, at its disposal as of September 30, 2024:

- Credit lines: 161 MEUR, thereof 0 MEUR utilized
- Surety lines: 6,722 MEUR, thereof 2,933 MEUR utilized

Employees

As of September 30, 2024, ANDRITZ GROUP employed 30,171 employees (December 31, 2023: 29,717 employees).

Major risks during the remaining months of the financial year

The war in Ukraine led to significant price increases and price volatility for energy, many raw materials, and industrial semi-finished products, resulting in a significant rise in inflation in many countries. In view of high inflation rates, central banks of many industrialized countries raised their key interest rates significantly and at a historically rapid pace, leading to a dampening effect on global growth, still visible in countries like Germany and Austria. On the back of easing inflation rates, central banks have started to cut benchmark interest rates again, as mentioned. If prices for raw materials, energy, sub-supplies, and consequently overall inflation, were to increase again, especially towards the winter season, this could delay central banks' decisions on further interest rate cuts and potentially have a negative impact on order intake and financial development of the ANDRITZ GROUP. Increasing geopolitical conflicts, including the war in the Middle East, could again have a negative impact on the availability of raw materials and lead to supply-chain constraints. This in turn could lead to delays in the processing of orders on the one hand and new price increases for many raw materials and industrial semi-finished products on the other hand.

In view of the significant increases in key interest rates by central banks, as a result of high inflation, banking clients such as the commercial real estate sector but also others are currently under increased pressure. The risk of a possible default (insolvency) of one or more banks is minimized at ANDRITZ by an internal investment limit system. However, insolvencies in the banking sector could have a negative impact on the financial development of the ANDRITZ GROUP.

Current dynamics in the European and North American automotive sector are characterized by a slowing sales momentum for electric vehicles (EV). As government incentives for EVs have selectively been reduced or even discontinued, purchase decisions are still driven by considerations around the availability of reliable and fast charging networks as well as sales and resale prices. Whereas a slowing sales momentum could prove to be temporary, a sustained demand weakness in the sector could have negative implications on investment activity.

In addition to the current risks mentioned above, there are numerous other risks that could have a negative effect on the overall economic development in case they materialize. These include the tightening of trade barriers between major economies as well as increasing domestic instability in various countries. High national debt levels of many countries also pose risks in the medium to long term. A detailed description of the strategic and operational risks as well as information on the internal control and risk management system are available in the ANDRITZ Annual Financial Report for 2023.

OUTLOOK

According to the International Monetary Fund (IMF) in its World Economic Outlook Update (October 2024), the global economy is set for another year of slow but steady growth. It is expected to continue to grow at 3.2% during 2024 and 2025, thus at a similar pace as in 2023 (3.3%). A slight acceleration for developed economies, where growth is expected to rise from 1.7% in 2023 to 1.8% in 2024 and 2025, will be offset by a moderate slowdown in emerging market and developing economies from 4.4% in 2023 to 4.2% in both 2024 and 2025. Growth in the euro area is expected to pick up from 0.4% in 2023 to 0.8% and 1.2% in 2024 and 2025, respectively. Global headline inflation is expected to decrease from an annual average of 6.7% in 2023 to 5.8% in 2024 and 4.3% in 2025 (3.5% at the end of 2025), with advanced economies returning to their inflation targets sooner than emerging market and developing economies.

As outlined, the overall business development in the first nine months of 2024 has remained satisfactory, considering the challenging macroeconomic and geopolitical environment. This was reflected in the solid demand for green products and in the Service business as well as stable profitability (EBITA margin) compared to the level of the previous year's reference period. However, the continued weak market activity in the Pulp & Paper and Metals industries resulted in lower investment activity. Considering current developments such as intensified geopolitical tensions and a softening in the automotive and EV industries, this development is unlikely to improve significantly in the remainder of the year.

Considering current macroeconomic developments and the financial performance in the first nine months of 2024, as well as the company's order backlog and solid demand for green technologies and in the Service business, ANDRITZ slightly adjusts its full-year 2024 outlook, communicated in April this year. ANDRITZ is now projecting slightly decreasing revenue in 2024 compared to last year (previously: stable revenue). Based on stable profitability in the first nine months of 2024 (compared to the previous year's period), the ongoing phase-out of large projects and a robust Service business (improving mix) as well as ongoing cost discipline, ANDRITZ is still targeting stable profitability (EBITA margin) in 2024 compared to the financial year 2023.

Should global economic growth soften again, this could have negative effects on the processing of orders and on order intake, and hence, a negative impact on ANDRITZ's financial development. This could necessitate capacity adjustments, which would require provisions and could have a negative impact on the ANDRITZ GROUP's earnings.

CONSOLIDATED INCOME STATEMENT

For the first three quarters of 2024 (unaudited)

| (in MEUR) | Q1-Q3 2024 | Q1-Q3 2023 | Q3 2024 | Q3 2023 |
|--|----------------|----------------|----------------|----------------|
| Revenue | 6,028.1 | 6,213.1 | 2,041.5 | 2,104.1 |
| Changes in inventories of finished goods and work in progress | 111.0 | 66.8 | 36.8 | 2.6 |
| Other own work capitalized | 6.5 | 3.5 | 1.8 | 1.1 |
| Other income | 117.4 | 77.7 | 40.2 | 26.8 |
| Cost of materials | -3,155.9 | -3,392.6 | -1,084.0 | -1,172.7 |
| Personnel expenses | -1,706.6 | -1,601.0 | -561.0 | -519.5 |
| Other expenses | -765.6 | -734.7 | -263.8 | -224.9 |
| Earnings Before Interest, Taxes, Depreciation, and Amortization (EBITDA) | 634.9 | 632.8 | 211.5 | 217.5 |
| Depreciation, amortization, and impairment of property, plant, and equipment and intangible assets | -165.2 | -160.1 | -51.0 | -53.3 |
| Earnings Before Interest and Taxes (EBIT) | 469.7 | 472.7 | 160.5 | 164.2 |
| Result from investments accounted for using the equity method | 17.3 | 1.9 | -1.2 | 0.7 |
| Interest income | 47.4 | 51.5 | 11.7 | 21.1 |
| Interest expense | -33.3 | -35.5 | -10.2 | -11.7 |
| Other financial result | -41.1 | -19.7 | -1.4 | -5.1 |
| Financial result | -9.7 | -1.8 | -1.1 | 5.0 |
| Earnings Before Taxes (EBT) | 460.0 | 470.9 | 159.4 | 169.2 |
| Income taxes | -117.8 | -124.8 | -41.0 | -44.6 |
| NET INCOME | 342.2 | 346.1 | 118.4 | 124.6 |
| Net income attributable to owners of the parent | 342.3 | 351.6 | 118.2 | 124.8 |
| Net income allocated to non-controlling interests | -0.1 | -5.5 | 0.2 | -0.2 |
| Basic earnings per no-par value share (in EUR) | 3.45 | 3.55 | 1.20 | 1.26 |
| Diluted earnings per no-par value share (in EUR) | 3.43 | 3.53 | 1.19 | 1.25 |

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the first three quarters of 2024 (condensed, unaudited)

| (in MEUR) | Q1-Q3 2024 | Q1-Q3 2023 | Q3 2024 | Q3 2023 |
|--|--------------|--------------|--------------|--------------|
| NET INCOME | 342.2 | 346.1 | 118.4 | 124.6 |
| Remeasurement of defined benefit plans | -2.1 | -0.6 | -5.2 | -3.6 |
| Changes in the fair value of equity instruments measured at fair value through other comprehensive income | -1.2 | -0.2 | -1.7 | 0.1 |
| Other comprehensive income (after income taxes) that will not be reclassified to the income statement in subsequent periods | -3.3 | -0.8 | -6.9 | -3.5 |
| Currency translation of foreign operations | -61.6 | 3.6 | -41.1 | 11.8 |
| Cash flow hedges | -0.9 | 5.6 | 7.0 | -9.0 |
| Other comprehensive income (after income taxes) which can be reclassified to the income statement in subsequent periods | -62.5 | 9.2 | -34.1 | 2.8 |
| OTHER COMPREHENSIVE INCOME (AFTER INCOME TAXES) | -65.8 | 8.4 | -41.0 | -0.7 |
| TOTAL COMPREHENSIVE INCOME | 276.4 | 354.5 | 77.4 | 123.9 |
| Total comprehensive income attributable to owners of the parent | 275.7 | 360.3 | 76.5 | 125.8 |
| Total comprehensive income allocated to non-controlling interests | 0.7 | -5.8 | 0.9 | -1.9 |

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of September 30, 2024 (unaudited)

| (in MEUR) | September 30, 2024 | December 31, 2023 |
|---|--------------------|-------------------|
| ASSETS | | |
| Property, plant, and equipment | 1,248.2 | 1,247.5 |
| Goodwill | 850.8 | 826.3 |
| Intangible assets other than goodwill | 135.9 | 142.8 |
| Investments accounted for using the equity method | 33.4 | 16.1 |
| Other financial assets | 119.8 | 102.5 |
| Other non-financial assets | 66.6 | 68.2 |
| Deferred tax assets | 207.3 | 211.7 |
| Non-current assets | 2,662.0 | 2,615.1 |
| Inventories | 1,245.1 | 1,165.3 |
| Advance payments made | 198.9 | 178.5 |
| Trade accounts receivable | 1,023.9 | 1,076.0 |
| Contract assets | 1,065.4 | 1,239.4 |
| Current tax assets | 30.1 | 27.6 |
| Other financial assets | 303.6 | 390.8 |
| Other non-financial assets | 316.0 | 292.3 |
| Cash and cash equivalents | 1,113.5 | 1,507.1 |
| Current assets other than assets held for sale | 5,296.5 | 5,877.0 |
| Assets held for sale | 0.0 | 5.2 |
| Current assets | 5,296.5 | 5,882.2 |
| TOTAL ASSETS | 7,958.5 | 8,497.3 |
| EQUITY AND LIABILITIES | | |
| Share capital | 104.0 | 104.0 |
| Capital reserves | 36.5 | 36.5 |
| Retained earnings and other reserves | 2,038.9 | 2,037.2 |
| Equity attributable to owners of the parent | 2,179.4 | 2,177.7 |
| Non-controlling interests | 2.5 | -20.2 |
| Total equity | 2,181.9 | 2,157.5 |
| Bank loans and Schuldscheindarlehen | 358.5 | 503.6 |
| Lease liabilities | 166.7 | 161.1 |
| Provisions for employee benefits | 337.0 | 333.6 |
| Provisions | 203.7 | 201.0 |
| Other financial liabilities | 29.9 | 26.3 |
| Other non-financial liabilities | 2.4 | 2.6 |
| Deferred tax liabilities | 114.2 | 115.0 |
| Non-current liabilities | 1,212.4 | 1,343.2 |
| Bank loans and Schuldscheindarlehen | 173.7 | 367.3 |
| Lease liabilities | 45.4 | 48.4 |
| Trade accounts payable | 831.9 | 1,022.9 |
| Contract liabilities from sales recognized over time | 1,357.0 | 1,419.6 |
| Contract liabilities from sales recognized at a point in time | 362.3 | 357.0 |
| Provisions for employee benefits | 32.0 | 19.6 |
| Provisions | 389.8 | 418.4 |
| Current tax liabilities | 88.5 | 75.1 |
| Other financial liabilities | 145.7 | 142.4 |
| Other non-financial liabilities | 1,137.9 | 1,125.9 |
| Current liabilities | 4,564.2 | 4,996.6 |
| TOTAL EQUITY AND LIABILITIES | 7,958.5 | 8,497.3 |

CONSOLIDATED STATEMENT OF CASH FLOWS

For the first three quarters of 2024 (unaudited)

| (in MEUR) | Q1-Q3 2024 | Q1-Q3 2023 |
|---|---------------|---------------|
| Net income | 342.2 | 346.1 |
| Income taxes | 117.8 | 124.8 |
| Interest result | -14.1 | -16.0 |
| Depreciation, amortization, and impairment of intangible assets, goodwill as well as property, plant, and equipment | 165.2 | 160.1 |
| Result from investments accounted for using the equity method | -17.3 | -1.9 |
| Gains/losses from disposal of fixed and financial assets | -1.2 | -6.5 |
| Other non-cash income/expenses | 77.9 | 62.8 |
| Change in net working capital | -140.6 | -369.8 |
| Changes in provisions and other assets and liabilities | -37.9 | -93.5 |
| Interest received | 47.4 | 46.1 |
| Interest paid | -28.6 | -28.7 |
| Dividends received | 0.9 | 0.6 |
| Income taxes paid | -107.7 | -149.2 |
| CASH FLOW FROM OPERATING ACTIVITIES | 404.0 | 74.9 |
| Payments made for property, plant, and equipment and intangible assets | -115.2 | -108.3 |
| Payments received for disposals of property, plant, and equipment and intangible assets | 13.5 | 10.4 |
| Payments made for non-current and current financial assets | -216.9 | -221.9 |
| Payments received for disposal of non-current and current financial assets | 249.1 | 499.9 |
| Net cash flow from company acquisitions | -36.9 | -6.6 |
| CASH FLOW FROM INVESTING ACTIVITIES | -106.4 | 173.5 |
| Payments received from bank loans and other financial liabilities | 11.0 | 58.2 |
| Payments made for bank loans and other financial liabilities | -346.9 | -218.7 |
| Payments made for lease liabilities | -35.7 | -32.3 |
| Dividends paid | -248.5 | -207.7 |
| Purchase of non-controlling interests and payments to former shareholders | -9.9 | 0.0 |
| Proceeds from re-issuance of treasury shares | 11.0 | 6.4 |
| Purchase of treasury shares | -47.1 | 0.0 |
| CASH FLOW FROM FINANCING ACTIVITIES | -666.1 | -394.1 |
| CHANGES IN CASH AND CASH EQUIVALENTS | -368.5 | -145.7 |
| Currency translation adjustments | -22.1 | -5.3 |
| Changes in consolidation scope | -3.0 | 0.0 |
| Cash and cash equivalents at the beginning of the period | 1,507.1 | 1,302.0 |
| Cash and cash equivalents at the end of the period | 1,113.5 | 1,151.0 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the first three quarters of 2024 (unaudited)

| (in MEUR) | Attributable to owners of the parent | | | | | | | Non-controlling interests | Total equity | |
|---|--------------------------------------|------------------|-------------------|--------------------|--|--|-----------------|---------------------------|--------------|----------------|
| | Share capital | Capital reserves | Retained earnings | Fair value reserve | Reserve of remeasurements of defined benefit plans | Reserve of exchange differences on translation | Treasury shares | Total | | |
| BALANCE AS OF JANUARY 1, 2023 | 104.0 | 36.5 | 2,040.0 | 0.2 | -40.0 | -90.2 | -201.9 | 1,848.6 | -13.9 | 1,834.7 |
| Net income | | | 351.6 | | | | | 351.6 | -5.5 | 346.1 |
| Other comprehensive income | | | | 5.4 | -0.6 | 3.9 | | 8.7 | -0.3 | 8.4 |
| Total comprehensive income | | | 351.6 | 5.4 | -0.6 | 3.9 | | 360.3 | -5.8 | 354.5 |
| Dividends | | | -207.7 | | | | | -207.7 | | -207.7 |
| Change in treasury shares | | | -1.2 | | | | 9.5 | 8.3 | | 8.3 |
| Change from share option programs | | | 2.4 | | | | | 2.4 | | 2.4 |
| Hyperinflation | | | 3.9 | | | | | 3.9 | | 3.9 |
| Transfers and other changes | | | 0.6 | | | -0.5 | | 0.1 | | 0.1 |
| BALANCE AS OF SEPTEMBER 30, 2023 | 104.0 | 36.5 | 2,189.6 | 5.6 | -40.6 | -86.8 | -192.4 | 2,015.9 | -19.7 | 1,996.2 |
| BALANCE AS OF JANUARY 1, 2024 | 104.0 | 36.5 | 2,348.3 | 34.2 | -43.4 | -112.2 | -189.7 | 2,177.7 | -20.2 | 2,157.5 |
| Net income | | | 342.3 | | | | | 342.3 | -0.1 | 342.2 |
| Other comprehensive income | | | | -2.1 | -2.1 | -62.4 | | -66.6 | 0.8 | -65.8 |
| Total comprehensive income | | | 342.3 | -2.1 | -2.1 | -62.4 | | 275.7 | 0.7 | 276.4 |
| Dividends | | | -248.5 | | | | | -248.5 | | -248.5 |
| Change in treasury shares | | | -2.4 | | | | -31.1 | -33.5 | | -33.5 |
| Change from share option programs | | | 3.4 | | | | | 3.4 | | 3.4 |
| Hyperinflation | | | 4.6 | | | | | 4.6 | | 4.6 |
| Transfers and other changes | | | | | | | | 0.0 | 22.0 | 22.0 |
| BALANCE AS OF SEPTEMBER 30, 2024 | 104.0 | 36.5 | 2,447.7 | 32.1 | -45.5 | -174.6 | -220.8 | 2,179.4 | 2.5 | 2,181.9 |

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