Gigaset

QUARTERLY REPORT

Q1 2021

KEY FIGURES

EUR millions	1/1/ - 3/31/2021	1/1/ - 3/31/2020
Consolidated revenues	50.5	32.4
EBITDA (Earnings before interest, taxes, depreciation and amortization)	1.6	-7.4
EBIT (Earnings before interest and taxes)	-2.3	-11.5
Consolidated net loss for the year	-1.9	-8.1
Free cashflow	-13.7	-14.7
Earnings per share (diluted) in EUR	-0.01	-0.06
	3/31/2021	**12/31/2020**
Total assests	190.6	204.9
Consolidated equity	6.3	1.9
Equity ratio (in %)	3.3	0.9
Number of employees	890	893

The Gigaset Share	Q1 2021	Q1 2020
Closing price in EUR (at the end of the period)	0.33	0.28
Highest price in EUR (in the period)	0.41	0.37
Lowest price in EUR (in the period)	0.27	0.20
Number of shares in circulation (at the end of the period)	132,455,896	132,455,896
Market capitalization in EUR million (at the end of the period)	44.0	37.0

KEY FACTS

"We, too, are still feeling the effects of the coronavirus pandemic. However, we nevertheless saw very positive developments in the operating segments of Phones, Smartphones and Professional in the first quarter of the year. Only the Smart Home segment is still being heavily impacted by the coronavirus pandemic. We believe that we are in a good position for the future. In our view, there is still huge potential in the B2B business, while rapidly increasing digitalization in the private and professional spheres is opening up plenty of opportunities we intend to make full use of."

Thomas Schuchardt, CFO of Gigaset AG

- A good start to the year, especially with regard to the business with Phones and Smartphones
- Significant improvement in revenues and earnings compared with the same time last year
- Consolidated revenues increased by almost 56% compared with the year-ago figure
- EBITDA back in positive territory at EUR 1.6 million
- Outlook for the 2021 financial year remains unchanged in light of ongoing uncertainties

1 GENERAL ECONOMIC ENVIRONMENT

The second and third waves of the coronavirus pandemic have interrupted Germany's economic recovery, with a significant decline in economic output observed in the first quarter of 2021. As the vaccination program progresses, the economic burden caused by the pandemic is expected to ease and the recovery anticipated to continue at high speed.

Unlike in 2020, the financial losses are currently much more concentrated on the consumer-related service industries and trade. Although consumer spending was temporarily even more heavily affected than at the start of the pandemic, the effects on the overall economy were considerably lower.

In its March report, the Kiel Institute for the World Economy forecasts that gross domestic product will expand robustly following the decline of 4.9% in 2020, with growth rates of 3.7% in the current year and 4.8% in the coming year.

Last but not least, the pandemic is also leaving visible marks on public finances. The budget-deficit-to-GDP ratio is again expected to considerably exceed 4% in the current year, owing to additional expenses related to the pandemic and revenue shortfalls. In 2022, the deficit is expected to decline considerably to 1.3%, with the debt level returning to just under 70%.

German consumer spendings will continue to be characterized by the coronavirus pandemic over the further course of the year. Most lockdown measures were retained throughout the first quarter of the financial year, resulting in an even stronger decline at the start of the year. According to the Kiel Institute for the World Economy, private household spendings are even set to fall short of the level observed in the second quarter of the previous year.

Overall, any positive forecasts hinge on the pandemic being successfully curbed. This is to open up a clear perspective and therefore more planning certainty.[1]

Against this background, Gigaset is faced with two key uncertainty factors: the actual further course of the coronavirus pandemic on the one hand, and the indirect effects thereof on the other. Here, supply of materials is the main challenge for the Company, and it is not alone in facing this. The upheavals caused by production stoppages and decreased transportation owing to the coronavirus crisis are affecting numerous industries, from the automotive sector to consumer electronics.[2]

[1] Kiel Institute for the World Economy (2021) – Kiel Institute Economic Outlook Germany, No. 77 (2021|Q1)

[2] https://www.maclife.de/news/corona-chip-knappheit-belastet-samsung-naechste-galaxy-note-100118777.html

2 BUSINESS DEVELOPMENTS

It is proving to be significantly more difficult and lengthier to fight the effects of the coronavirus pandemic than suspected at the beginning of the outbreak in Q1 2020. Even now, one year later, Germany and numerous other countries are still in an ongoing cycle of imposing lockdowns and easing measures. Many countries are still very far off from returning to "normality".

As described in the section on the general economic environment, this cycle, coupled with the lack of a clear perspective for planning, is tending to have a more negative than positive impact on Gigaset's business. Regardless of this, business developments were positive on the whole in the first quarter of 2021.

The retail trade in Europe is of particular importance for Gigaset – including in terms of presenting its products. Numerous stores were and still are closed, although trade with measures such as click & collect aims to compensate for the situation in the best way possible. In addition, Gigaset considerably boosted sales of products on various online platforms through further, targeted activities to expand its own eCommerce business, as well as that controlled by third parties.

The renaissance of fixed-line telephony, which started to make a comeback in 2020, also benefited Gigaset in the first quarter of 2021. Changes in working environments and an increase in people working from home have boosted revenues in this area. Overall, three of the four operating segments again recorded noticeably positive developments compared with the previous year. Gigaset was therefore able to stop relying on reduced working hours, a measure introduced in April 2020 in all areas of the Company, at the end of February 2021.

2.1 Phones

In an ongoing challenging market environment, revenues in the Phones segment continue to be positively impacted in particular by the everyday changes brought about by the ongoing coronavirus pandemic, such as an increase in people working from home. Demand for fixed-line telephony in combination with make-shift measures in the retail trade (such as click & collect) and increasing trends towards online purchases resulted in an almost 40% increase in revenues, despite all of the store closures.

2.2 Smartphones

In the previous year, the Smartphones operating segment was hit particularly hard in all sales markets by the measures put in place to contain the coronavirus. In the first quarter of 2021, revenues had improved considerably, having doubled compared with the previous year.

2.3 Smart Home

The situation in the Smart Home segment remains challenging without any change. On the one hand, the markets did not develop as forecast by third parties; on the other, smart home goods are primarily being purchased by consumers in the areas of comfort and entertainment. Smart televisions and vacuum cleaners, which are also included in the outlooks of market research institutes, are dominating over security or energy management solutions, such as those offered by Gigaset. Accordingly, revenues fell considerably to one third of the level achieved in the previous year. This development was also the result of the cooperation with Swisscom AG in Q1 2020, which generated considerably higher volumes of revenues.

2.4 Professional

The Professional operating segment is progressing well again after the 2020 crisis year. After a period of projects and orders being put on hold by companies, corresponding pent-up demand effects among other things led to an increase in revenues of over 15% in the first quarter of 2021.

3 FINANCIAL PERFORMANCE, CASHFLOWS AND FINANCIAL POSITION OF THE GROUP

3.1 Financial performance

The Gigaset Group generated total **revenues** of EUR 50.5 million (prior year: EUR 32.4 million) in the first quarter of 2021. Revenues were subject to the usual seasonal fluctuations in the consumer business. Despite the ongoing coronavirus pandemic, revenues increased by 55.9%, or EUR 18.1 million, in the first three months of the financial year compared with the year-ago period. This was largely due to the 75.1% increase in online trade, whereas sales via over-the-counter retail trade were made more difficult by the ongoing Europe-wide lockdown.

In the Phones operating system, revenues rose by 39.5% to EUR 35.3 million in the first quarter of 2021 compared with the year-ago figure. This development was primarily driven by the increase in revenues from cordless phones.

In the Smartphones segment, revenues rose by EUR 7.3 million compared with the equivalent period in the previous year. In the previous year, revenues were negative at EUR -3.7 million owing to returns of devices by distributors, which meant that, at EUR 3.6 million, revenues in the current financial year were almost double as high. This development was impacted among other things by the new GS3 and GS4 smartphones, which were very well received by the market.

The Smart Home segment was the only segment to record declines in the first quarter of 2021 compared with the previous year. Revenues fell significantly, from EUR 1.2 million in the previous-year period to EUR 0.4 million, equating to a decline of -66.7%. In the first quarter of 2020, a carefully prepared strategic partnership with Swisscom AG led to a surge in revenues, a development that could not be fully replicated in the current reporting period.

With revenues of EUR 11.2 million in the first quarter, the performance of the Professional segment was positive compared with the same period in the prior year (EUR 9.6 million). Following a period of projects being suspended and postponed, higher volumes of new contracts were concluded and projects implemented in the first quarter of 2021.

Revenues in EUR millions	**Q1 2021**	**Q1 2020**	**Change in %**
Phones	35.3	25.3	39.5
Smartphones	3.6	-3.7	197.3
Smart Home	0.4	1.2	-66.7
Professional	11.2	9.6	16.7
Gigaset Total	**50.5**	**32.4**	**55.9**

In the internal segment report, revenues are broken down by country based on both the receiving entities and the domicile of each company ("country of domicile").

The regional breakdown of revenues by **receiving entities** is based on the revenues billed in the respective regions, regardless of the domicile of the billing entity. If, for example, a German company issues an invoice to an entity in the Netherlands, the corresponding revenue is attributed to the Europe region for purposes of the regional breakdown by receiving entities. The regional breakdown of revenues by receiving entity is presented in the table below:

Revenues in EUR millions	Q1 2021	Q1 2020	Change in %
Germany	22.9	9.4	143.6
Europe (excluding Germany)	20.7	16.5	25.5
Rest of World	6.9	6.5	6.2
Gigaset Total	**50.5**	**32.4**	**55.9**

As part of the segment report by **geographical region** within the Group, revenues are additionally attributed to the country of domicile of the various legal entities. If, for example, a German company issues an invoice to an entity in the Netherlands, the corresponding revenue is attributed to the country of domicile, i.e. the Germany region. The regional breakdown of revenues by country of domicile is presented in the table below:

Revenues in EUR millions	Q1 2021	Q1 2020	Change in %
Germany	28.9	13.1	120.6
Europe (excluding Germany)	15.9	14.3	11.2
Rest of World	5.7	5.0	14.0
Gigaset Total	**50.5**	**32.4**	**55.9**

The **cost of materials** for raw materials, merchandise, finished goods and purchased services was EUR 22.9 million – an increase of EUR 4.4 million from EUR 18.6 million in the previous year. At 45.5%, the cost of materials rate[3] fell considerably compared with the year-ago figure of 53.4%, taking into account the change in inventories, owing to the product mix.

Gross profit, which is calculated as revenues minus the cost of materials and in considerations of the change in inventories of finished and unfinished goods, increased significantly by 69.5% to EUR 27.5 million in the reporting period. At 54.5%, the gross profit margin[4] likewise rose considerably compared with the prior year (46.6%) due to the product mix.

Other internal production capitalized increased from EUR 2.2 million in the first quarter of last year to EUR 2.6 million in the first quarter of 2021.

The **other operating income** of EUR 3.6 million in the reporting period was slightly higher than the year-ago figure of EUR 3.1 million. Realized and unrealized exchange rate gains continued to constitute material items.

Personnel expenses for wages, salaries, social security contributions and old age pensions amounted to EUR 15.8 million in the first quarter of 2021, thus at the same level as in the previous year (EUR 15.9 million). The reduced working hours measure put into place in April 2020 was discontinued for the German locations at the end of February 2021. The personnel expenses ratio[5] came to 31.4% (prior year: 45.7%). The significant improvement was caused by the considerable increase in revenues.

Other operating expenses were incurred in the amount of EUR 16.4 million (prior year: EUR 13.1 million) in the reporting period. The increase in costs was attributed mainly to higher marketing expenses.

Earnings before interest, taxes, depreciation, amortization and impairment losses (EBITDA) thus amounted to EUR 1.6 million (prior year: EUR -7.4 million). After deducting depreciation, amortization and impairment losses in the amount of EUR 3.8 million (prior year: EUR 4.0 million), **earnings before interest and taxes** (EBIT) amounted to EUR -2.3 million (prior year: EUR -11.5 million).

[3] This ratio is calculated as the quotient of the cost of materials divided by the sum of revenues and the change in inventories of finished and unfinished goods.

[4] The gross profit margin is now calculated as gross profit divided by revenues plus changes in inventory.

[5] The personnel expenses ratio is calculated as personnel expenses divided by revenues plus changes in inventory.

Taking into account the **financial result** in the amount of EUR -0.2 million (prior year: EUR -0.2 million), the **result from ordinary activities** amounted to EUR -2.5 million (prior year: EUR -11.6 million).

The **consolidated loss** for the period from January 1 to March 31, 2021 amounted to EUR -1.9 million (prior year: EUR -8.1 million).

This yields **earnings per share** of EUR -0.01 (undiluted/diluted) (prior year: EUR -0.06 (undiluted/diluted)).

3.2 Cashflows

The Company's cashflows are presented in the table below:

Cashflows in EUR millions	Q1 2021	Q1 2020
Cashflow from operating activities	-10.2	-11.7
Cashflow from investing activities	-3.4	-3.0
Free Cashflow	-13.7	-14.7
Cashflow from financing activities	0.1	-1.6

In the first quarter of 2021, the Gigaset Group generated a **cash outflow from operating activities** in the amount of EUR -10.2 million (prior year: cash outflow EUR -11.7 million). This resulted mainly from payments on account of trade payables, other provisions and other liabilities in the amount of EUR 9.7 million, and the increase in inventories in the amount of EUR 3.8 million, together with cash inflows from payments received on account of trade receivables and other assets in the amount of EUR 2.1 million.

The **cash outflow from investing activities** amounted to EUR -3.4 million after EUR -3.0 million in the previous financial year. Most investments in the reporting period and previous year related to expenses for the development of new products and solutions.

The **cash inflow from financing activities** amounted to EUR 0.1 million (prior year: cash outflow of EUR -1.6 million). While it was predominantly principal and interest repayments linked to the credit facility raised in 2018 that were made in the current quarter and same quarter of the previous year, cash inflows from supplier loans as part of the cooperation with Unify led to a slightly positive net cashflow from financing activities in the first quarter of 2021.

Please refer to the statement of cashflows for a detailed account of the development of **cash and cash equivalents**. Exchange rate changes of EUR -0.1 million (prior year: EUR -0.2 million) were included in the cashflow. Cash and cash equivalents amounted to EUR 28.4 million as of March 31, 2021 (prior year: EUR 20.0 million).

3.3 Financial position

As of March 31, 2021, the **total assets** of the Gigaset Group amounted to EUR 190.6 million, which represents a reduction compared with December 31, 2020 (EUR 204.9 million).

Compared with December 31, 2020, **noncurrent assets** decreased by EUR 2.5 million to EUR 93.8 million. The reduction resulted mainly from a decrease in deferred tax assets as of March 31, 2021.

Current assets accounted for 50.8% of total assets. These decreased by EUR 11.9 million compared with December 31, 2020 and amounted to EUR 96.8 million. The biggest drivers of this reduction, accounting for EUR 13.7 million, were cash and cash equivalents. Please refer to the statement of cashflows shown in the quarterly financial report for a detailed account of changes in cash and cash equivalents.

Total liabilities amounted to EUR 184.3 million (December 31, 2020 EUR 203.0 million), of which 42.6% are current.

The Gigaset Group's **equity** amounted to EUR 6.3 million as of March 31, 2021, and was EUR 4.4 million higher than at the beginning of the year. This corresponds to an equity ratio of 3.3%, as compared with 0.9% as of December 31, 2020. Taking into account deferred taxes, cashflow hedging led to a positive effect of EUR 0.2 million recognized directly in equity. The valuation of pension obligations at the current discount rate, taking into account deferred taxes, resulted in a positive effect of EUR 6.2 million on equity. The consolidated net loss amounted to EUR 1.9 million and led to a corresponding negative effect on consolidated equity. All effects on equity are described in the section entitled "Development of consolidated equity".

Noncurrent liabilities were mainly composed of pension obligations and financial liabilities. The decrease in noncurrent liabilities amounted to EUR 9.8 million compared with the reporting date of December 31, 2020; as a result, these liabilities now amount to EUR 105.8 million as of March 31, 2021. The decrease resulted mainly from changes in the pension obligations amounting to EUR 9.6 million.

The **current liabilities** of EUR 78.5 million were about EUR 10.2% less than as of December 31, 2020. The decline resulted mainly in a drop in trade payables from EUR 45.0 million to EUR 35.7 million as of March 31, 2021, as well as in a EUR 1.1 million decrease in current provisions. This was accompanied by increases in other liabilities of EUR 0.6 million and in current financial liabilities of EUR 1.0 million.

4 GENERAL ASSESSMENT OF THE GROUP'S EXPECTED PERFORMANCE

Outlook

As described by the Kiel Institute for the World Economy,[6] numerous opportunities and risks continue to exist for 2021, although it is still not possible to deduce a clear trend as to how things will develop in 2021. The assumed projections towards a general recovery in economic output are all based on a common presumption: that the pandemic will be successfully and swiftly brought to an end.

Should this fail to materialize or should, despite the pandemic being successfully brought to an end, corporate insolvencies increase significantly as a result of key cushioning measures taken by the government, such as the law to mitigate the effects of the coronavirus pandemic in insolvency law, which suspended the obligation to file for insolvency, this could have a negative impact on private household consumption.

In Gigaset's view, 2021 will continue to be subject to a great deal of uncertainty when it comes to the medium- and long-term impacts of the pandemic in this year. In light of this projection, Gigaset sees itself as still heavily dependent on external factors it cannot influence itself, such as government decisions regarding stay-at-home orders, business and border closures and the duration and further development of the pandemic itself. In addition, production capacities may not be fully utilized as a result of current shortages on the market, such as for chipsets. Like numerous other industries, Gigaset needs to overcome this challenge in procuring materials. Its long-term, well-established business relationships with its partners will prove beneficial here.

[6] Kiel Institute for the World Economy (2021) – Kiel Institute Economic Outlook Germany, No. 77 (2021|Q1)

General assessment of the Managing Board

In light of the assumptions described in the outlook of the 2020 Annual Report and excluding a sudden significant worsening of the coronavirus pandemic, Gigaset expects unchanged developments in its financial position, cashflows and financial performance in the 2021 financial year:

1. A slight increase in revenues and EBITDA compared with 2020, which was heavily impacted by the coronavirus

2. A positive free cashflow and pre-coronavirus levels taking into account the planned operating business and necessary investments

5 CONSOLIDATED INCOME STATEMENT[7]

EUR'000	1/1/ - 3/31/2021	1/1/ - 3/31/2020
Revenues	50,452	32,388
Change in inventories of finished and unfinished goods	-27	2,396
Purchased goods and services	-22,923	-18,559
Gross profit	**27,502**	**16,225**
Other internal production capitalized	2,636	2,218
Other operating income	3,617	3,109
Personnel expenses	-15,814	-15,890
Other operating expenses	-16,386	-13,099
EBITDA	**1,555**	**-7,437**
Depreciation and amortization	-3,805	-4,023
EBIT	**-2,250**	**-11,460**
Other interest and similar income	161	182
Interest and similar expenses	-386	-358
Financial result	**-225**	**-176**
Result from ordinary activities	**-2,475**	**-11,636**
Income taxes	545	3,573
Consolidated net loss for the year	**-1,930**	**-8,063**
Earnings per share		
– Undiluted (Basic) in EUR	-0.01	-0.06
– Diluted in EUR	-0.01	-0.06

[7] The consolidated income statement includes key figures that are not defined under IFRS

6 CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

EUR'000	1/1/ - 3/31/2021	1/1/ - 3/31/2020
Consolidated net loss for the year	**-1,930**	**-8,063**
Items that may possibly be reclassified to profit or loss at a later time		
Currency translation changes	-122	-340
Cashflow hedges	319	513
Income taxes recognized on this item	-101	-163
Items that will not be reclassified to profit or loss at a later time		
Revaluation effect, net debt of defined benefit pension plans before income taxes	9,149	0
Income taxes recognized on this item	-2,909	0
Financial instruments at Fair Value through Other Comprehensive Income (FVOCI)	0	200
Total changes not recognized in profit or loss	**6,336**	**210**
Total income and expenses recognized	**4,406**	**-7,853**

7 CONSOLIDATED STATEMENT OF FINANCIAL POSITION

EUR'000	3/31/2021	12/31/2020
ASSETS		
Noncurrent assets		
Intangible assets	51,992	51,367
Property, plant and equipment	18,378	18,944
Right of use assets	3,080	3,463
Financial assets	6,700	6,700
Deferred tax assets	13,664	15,806
Total noncurrent assets	**93,814**	**96,280**
Current assets		
Inventories	27,358	23,513
Trade receivables	22,719	24,619
Other assets	17,181	17,081
Tax refund claims	1,162	1,398
Cash and cash equivalents	28,376	42,045
Total current assets	**96,796**	**108,656**
Total assets	**190,610**	**204,936**

EUR'000	3/31/2021	12/31/2020
EQUITY AND LIABILITIES		
Equity		
Subscribed capital	132,456	132,456
Additional paid-in capital	86,076	86,076
Retained earnings	68,979	68,979
Accumulated other comprehensive equity	-281,209	-285,615
Total equity	**6,302**	**1,896**
Noncurrent liabilities		
Pension obligations	88,645	98,251
Provisions	2,306	2,363
Financial liabilities	12,634	12,659
Lease liabilities	1,745	2,071
Deferred tax liabilities	466	276
Total noncurrent liabilities	**105,796**	**115,620**
Current liabilities		
Provisions	11,917	13,051
Financial liabilities	4,816	3,793
Lease liabilities	1,578	1,659
Trade payables	35,670	45,032
Tax liabilities	1,799	1,773
Other liabilities	22,732	22,112
Total current liabilities	**78,512**	**87,420**
Total equity and liabilities	**190,610**	**204,936**

8 CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	EUR'000	Subscribed capital	Additional paid-in capital	Retained earnings	Accumulated other comprehensive equity	Consolidated equity
	December 31, 2019	**132,456**	**86,076**	**68,979**	**-268,968**	**18,543**
1	Consolidated net loss 2020	0	0	0	-8,063	-8,063
2	Currency translation differences	0	0	0	-340	-340
3	Cashflow hedges	0	0	0	350	350
4	Financial instruments measured at Fair Value through Other Comprehensive Income (FVOCI)	0	0	0	200	200
5	Revaluation effects from defined benefit pension plans	0	0	0	0	0
6	Total changes not recognized in profit or loss	0	0	0	210	210
7	**Total net income (1+6)**	**0**	**0**	**0**	**-7,853**	**-7,853**
	March 31, 2020	**132,456**	**86,076**	**68,979**	**-276,821**	**10,690**
	December 31, 2020	**132,456**	**86,076**	**68,979**	**-285,615**	**1,896**
1	Consolidated net loss 2021	0	0	0	-1,930	-1,930
2	Currency translation differences	0	0	0	-122	-122
3	Cashflow hedges	0	0	0	218	218
4	Financial instruments measured at Fair Value through Other Comprehensive Income (FVOCI)	0	0	0	0	0
5	Revaluation effects from defined benefit pension plans	0	0	0	6,240	6,240
6	Total changes not recognized in profit or loss	0	0	0	6,336	6,336
7	**Total net income (1+6)**	**0**	**0**	**0**	**4,406**	**4,406**
	March 31, 2021	**132,456**	**86,076**	**68,979**	**-281,209**	**6,302**

9 CONSOLIDATED STATEMENT OF CASHFLOWS

EUR'000	1/1/ - 3/31/2021	1/1/ - 3/31/2020
Result from ordinary activities	**-2,475**	**-11,636**
Depreciation and amortization of property, plant and equipment and intangible assets	3,805	4,023
Increase (+) / decrease (-) in pension provisions	-457	1,321
Gain (-) / loss (+) on the sale of noncurrent assetes	-2	61
Gain (-)/ loss (+) from deconsolidations	6	0
Gain (-) / loss (+) from currency translation	151	1,000
Net interest income	225	176
Interest received	6	3
Income taxes paid	-53	-89
Increase (-) / decrease (+) in inventories	-3,845	-2,601
Increase (-) / decrease (+) in trade receivables and other assets	2,119	27,273
Increase (-) / decrease (+) in trade payables, other liabilities and other provisions	-9,747	-30,047
Increase (-) / decrease (+) in other items of the statement of financial position	38	-1,162
Cash inflow (+) /outflow (-) from operating activities (net cashflow)	**-10,229**	**-11,678**
Proceeds from the sale of noncurrent assets	6	0
Payments of investments in noncurrent assets	-3,443	-3,013
Cash inflow (+) /outflow (-) from investing activities	**-3,437**	**-3,013**
Free cashflow	**-13,666**	**-14,691**
Cashflows from the repayment (-) of current financial liabilities	-604	-588
Cashflows from the borrowing of noncurrent financial liabilities	1,590	39
Payments for lease liabilities	-463	-547
Interest paid	-418	-549
Cash inflow (+) /outflow (-) from financing activities	**105**	**-1,645**
Cash and cash equivalents at beginning of period	40,584	33,980
Changes due to exchange rate differences	-108	-223
Cash and cash equivalents at beginning of period, measured at prior-year closing exchange rate	40,692	34,203
Increase (-) / decrease (+) in restricted cash	-26	677
Change in cash and cash equivalents	-13,561	-16,336
Cash and cash equivalents at end of period	**26,997**	**18,321**
Restricted cash	1,379	1,677
Cash and cash equivalents per statement of financial position	**28,376**	**19,998**

FINANCIAL CALENDAR 2021

(Remaining)[8]

June 8, 2021	Annual general meeting 2021 (virtual)
September 16, 2021	Semiannual financial report 2021
November 25, 2021	Interim financial report for Q3 2021

Notes

This quarterly report has not been audited. This report is not an interim financial report according to IAS 34 or financial statements according to IAS 1. It was prepared on the basis of the accounting policies applied for the most recent consolidated financial statements.
The comparison figures from the first quarter of 2020 have not been adjusted to account for new accounting standards.
This quarterly report includes statements and information of Gigaset AG referring to future periods. These forward-looking statements represent estimates that were made on the basis of all available information at the time when the report was prepared.
If the assumptions underlying the forecasts should prove to be inaccurate, the actual developments and results can deviate from current expectations.
The Company bears no obligation to update the statements included in this report beyond the statutory publication regulations.

The amounts and percentages stated in this interim report are rounded to the nearest whole number; consequently, minor rounding differences can arise as a result.

This English interim report of Gigaset AG can be viewed and downloaded just as the report in German on Gigaset AG's homepage (http://www.gigaset.ag). When in doubt in the event of minor differences in the contents as well as differences in the stated figures, the German version is authoritative.

[8] Subject to change

PUBLICATION DETAILS

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