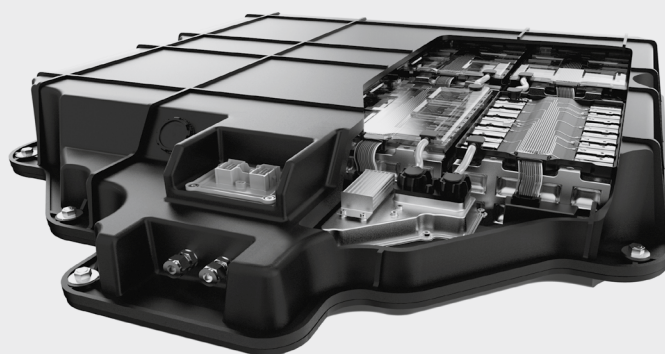


# CONSOLIDATED FINANCIAL STATEMENTS OF ELRINGKLINGER AG FOR THE FINANCIAL YEAR 2016

## 03

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**LITHIUM-ION BATTERIES AND FUEL CELLS**

**Products for lithium-ion batteries**

- Cell contact systems
- Battery modules
- Module connectors
- Pressure equalizing elements
- Cell housings
- Plastic battery enclosures

**Components for fuel cells**

- For PEMFC: bipolar plates, end and media modules, sealing solutions, casings
- PEMFC stacks
- For SOFC: interconnectors, end modules, clamping system, thermal shielding/enclosure
- SOFC stacks

## GROUP INCOME STATEMENT

of ElringKlinger AG, January 1 to December 31, 2016

EUR k	Note	2016	2015
<b>Sales revenue</b>	(1)	1,557,443	1,507,253
Cost of sales	(2)	-1,161,524	-1,132,973
<b>Gross profit</b>		395,919	374,280
Selling expenses	(3)	-120,370	-115,992
General and administrative expenses	(4)	-74,207	-69,343
Research and development costs	(5)	-67,383	-61,438
Other operating income	(6)	20,001	20,132
Other operating expenses	(7)	-18,366	-12,391
<b>Operating result</b>		135,594	135,248
Finance income		17,461	25,394
Finance costs		-28,961	-31,886
<b>Net finance costs</b>	(8)	-11,500	-6,492
<b>Earnings before taxes</b>		124,094	128,756
Income tax expense	(9)	-41,479	-32,969
<b>Net income</b>		82,615	95,787
of which: attributable to non-controlling interests	(19)	4,065	4,211
<b>of which: attributable to shareholders of ElringKlinger AG</b>	(19)	78,550	91,576
<b>Basic and diluted earnings per share in EUR</b>	(10)	1.24	1.45

## GROUP STATEMENT OF COMPREHENSIVE INCOME

of ElringKlinger AG, January 1 to December 31, 2016

EUR k	2016	2015
<b>Net income</b>	<b>82,615</b>	<b>95,787</b>
Currency translation difference	-3,309	20,336
<b>Gains and losses that can be reclassified to the income statement in future periods</b>	<b>-3,309</b>	<b>20,336</b>
Remeasurement of defined benefit plans, net	-10,812	4,517
<b>Gains and losses that cannot be reclassified to the income statement in future periods</b>	<b>-10,812</b>	<b>4,517</b>
<b>Other comprehensive income after taxes</b>	<b>-14,121</b>	<b>24,853</b>
<b>Total comprehensive income</b>	<b>68,494</b>	<b>120,640</b>
of which: attributable to non-controlling interests	3,676	5,633
<b>of which: attributable to shareholders of ElringKlinger AG</b>	<b>64,818</b>	<b>115,007</b>

## GROUP STATEMENT OF CASH FLOWS

of ElringKlinger AG, January 1 to December 31, 2016

EUR k	Note	2016	2015
Earnings before taxes		124,094	128,756
Depreciation/amortization (less write-ups) of non-current assets	(11) – (14)	95,652	87,514
Net interest	(8)	13,947	11,585
Change in provisions		12	-7,775
Gains/losses on disposal of non-current assets		-1,084	-1
Change in inventories, trade receivables and other assets not resulting from financing and investing activities		-26,496	-51,832
Change in trade payables and other liabilities not resulting from financing and investing activities		22,839	5,887
Income taxes paid	(9)	-43,574	-39,353
Interest paid		-11,574	-9,752
Interest received		258	521
Other non-cash expenses and income		1,668	-2,220
<b>Net cash from operating activities</b>		<b>175,742</b>	<b>123,330</b>
Proceeds from disposals of property, plant and equipment, intangible assets and investment property		3,084	753
Proceeds from disposals of financial assets		456	477
Payments for investments in intangible assets	(11)	-11,806	-13,663
Payments for investments in property, plant and equipment and investment property	(12), (13)	-171,281	-176,073
Payments for investments in financial assets	(14), (17)	-4,834	0
Payments for the acquisition of subsidiaries and other entities, less cash		-5,323	-24,151
<b>Net cash from investing activities</b>		<b>-189,704</b>	<b>-212,657</b>
Payments to non-controlling interests for the purchase of shares		-163	-4,200
Dividends paid to shareholders and to non-controlling interests		-37,696	-35,903
Proceeds from the addition of financial liabilities*	(23)	82,337	131,947
Payments from the repayment of financial liabilities	(23)	-63,135	-57,111
Change in current debts*		23,132	30,556
<b>Net cash from financing activities</b>		<b>4,475</b>	<b>65,289</b>
Changes in cash		-9,487	-24,038
Effects of currency exchange rates on cash		-31	4,230
Cash at beginning of period	(18)	48,925	68,733
<b>Cash at end of period</b>	<b>(18)</b>	<b>39,407</b>	<b>48,925</b>

\* Change in presentation, see comments in the notes to the consolidated financial statements (29)

## GROUP STATEMENT OF FINANCIAL POSITION

of ElringKlinger AG, as at December 31, 2016

EUR k	Note	Dec. 31, 2016	Dec. 31, 2015
<b>ASSETS</b>			
Intangible assets	(11)	212,440	213,542
Property, plant and equipment	(12)	917,318	827,259
Investment property	(13)	15,822	14,242
Financial assets	(14)	1,029	1,255
Non-current income tax assets	(15)	211	875
Other non-current assets	(15)	4,291	3,218
Deferred tax assets	(9)	16,808	14,108
<b>Non-current assets</b>		<b>1,167,919</b>	<b>1,074,499</b>
Inventories	(16)	328,334	321,902
Trade receivables	(17)	299,522	287,229
Current income tax assets	(17)	3,803	2,507
Other current assets	(17)	39,184	30,731
Cash and cash equivalents	(18)	39,407	48,925
<b>Current assets</b>		<b>710,250</b>	<b>691,294</b>
		<b>1,878,169</b>	<b>1,765,793</b>

EUR k	Note	Dec. 31, 2016	Dec. 31, 2015
<b>LIABILITIES AND EQUITY</b>			
Share capital		63,360	63,360
Capital reserves		118,238	118,238
Revenue reserves		672,635	628,933
Other reserves		-2,829	11,098
<b>Equity attributable to the shareholders of ElringKlinger AG</b>	<b>(19)</b>	<b>851,404</b>	<b>821,629</b>
Non-controlling interest in equity	(20)	34,963	34,102
<b>Equity</b>		<b>886,367</b>	<b>855,731</b>
Provisions for pensions	(21)	136,562	118,744
Non-current provisions	(22)	13,604	12,340
Non-current financial liabilities	(23)	320,813	326,092
Deferred tax liabilities	(9)	16,456	25,114
Other non-current liabilities	(24)	3,834	3,829
<b>Non-current liabilities</b>		<b>491,269</b>	<b>486,119</b>
Current provisions	(22)	17,279	16,423
Trade payables	(24)	103,228	85,939
Current financial liabilities	(23)	257,392	209,597
Tax payable	(9)	26,151	18,702
Other current liabilities	(24)	96,483	93,282
<b>Current liabilities</b>		<b>500,533</b>	<b>423,943</b>
		<b>1,878,169</b>	<b>1,765,793</b>

## GROUP STATEMENT OF CHANGES IN EQUITY

of ElringKlinger AG, January 1 to December 31, 2016

EUR k	Share capital	Capital reserves	Revenue reserves
<b>Balance as of Jan. 1, 2015</b>	<b>63,360</b>	<b>118,238</b>	<b>572,205</b>
Dividend distribution			-34,848
Purchase of shares from non-controlling interests			
Total comprehensive income			91,576
Net income			91,576
Other comprehensive income			
<b>Balance as of Dec. 31, 2015/ Balance as of Jan. 1, 2016</b>	<b>63,360</b>	<b>118,238</b>	<b>628,933</b>
Dividend distribution			-34,848
Purchase of shares from non-controlling interests			
Total comprehensive income			78,550
Net income			78,550
Other comprehensive income			
<b>Balance as of Dec. 31, 2016</b>	<b>63,360</b>	<b>118,238</b>	<b>672,635</b>



Other reserves					
Remeasurement of defined benefit plans	Equity impact of controlling interests	Currency translation differences	Equity attributable to the shareholders of ElringKlinger AG	Non-controlling interests in equity	Group equity
-37,349	2,033	25,033	743,520	31,674	775,194
			-34,848	-1,055	-35,903
	-2,050		-2,050	-2,150	-4,200
4,364		19,067	115,007	5,633	120,640
			91,576	4,211	95,787
4,364		19,067	23,431	1,422	24,853
-32,985	-17	44,100	821,629	34,102	855,731
			-34,848	-2,848	-37,696
	-195		-195	33	-162
-10,631		-3,101	64,818	3,676	68,494
			78,550	4,065	82,615
-10,631		-3,101	-13,732	-389	-14,121
-43,616	-212	40,999	851,404	34,963	886,367

