

Press Release

THE SIGNIFICANT IMPROVEMENT OF FINANCIAL RESULTS CONTINUED DURING THE LAST QUARTER

Tuesday November 30, 2021

Following the letter of the Hellenic Capital Market Commission dated 09/11/2021, we inform the public that during the third Quarter of 2021 the fundamental financial figures of the Group of SIDMA STEEL SA. continued to improve significantly compared to the corresponding figures of 2020, as in the previous two quarters of this year. Specifically:

- The strong upward trend of the Turnover was maintained, which amounted to € 55,602 thousand compared to € 32,855 thousand in the corresponding period of 2020, recording an increase of 69.2%.
- The high profitability was maintained both in terms of (EBITDA) earnings before taxes, interest, and depreciation (€ 6,044 thousand against € 1,674 thousand) and profits before taxes (€ 3,897 thousand against losses of € 134 thousand).
- The strong cash position and the reduction of net borrowing were maintained (€ 20,073 thousand against € 16,742 thousand and € 86,645 thousand against € 98,409 thousand compared to December 2020 respectively).

Regarding the first nine months of the year, the turnover of the Group amounted to € 162.0 million or 72.1% higher compared to the corresponding period of 2020, while together with the consignment sales amounted to € 197.2 million from € 115.4 million, that is, increased by 70.9% compared to last year. Earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to € 25,170 thousand from € 3,515 thousand last year, while the profit before taxes amounted to profits of € 32,184 thousand from losses of € 1,902 thousand in the corresponding period last year. The difference in the profit before taxes between the two years is twofold; on one hand is due to the operating profitability of the first nine months of 2021 and on the other hand due to the presentation of the restructured loans of the company at their fair value, in accordance with the requirements of IFRS 9.

Regarding the uncertainty and risks of Covid-19, the fourth wave of the pandemic could affect the short-term growth prospects of the Greek economy, with a negative impact on the Group's financial size, however such a development does not seem to materialize at present in the basic scenarios of forecasts of economic agents and analysts. In addition, our experience of 2020 shows that the demand for steel can only be affected under conditions of general lockdown, but such a measure has been categorically ruled out by the Government.

We estimate that the growth rate of Greek economy is more likely to be halted due to the increase in energy costs, the general inflationary pressures exerted in the global economy by the disruption of supply chains due to COVID-19 and the climate crisis. Finally, we point out

the expected correction in the gross profit margins, as more expensive goods enter our warehouse, increasing the average cost of goods sold. However, none of the above factors seems capable of substantially differentiating, by the end of the year, the general picture of the fundamental figures of SIDMA Group, as was formed in the first nine months of the year.

The following tables present in detail the basic financial figures of the Group for the Third Quarter and Nine Months 2021 compared to those of 2020:

Basic Figures of the Income Statement

Amounts in €	Group			
	9M 2021	9M 2020	Q3 2021	Q3 2020
Turnover	162.016.034	94.122.503	55.602.313	32.855.011
Gross Profit	30.681.456	8.421.452	7.578.906	3.454.737
EBITDA	25.170.167	3.515.231	6.043.642	1.674.059
EBIT	24.095.726	1.823.784	5.744.319	1.132.179
Profit before Taxes	32.183.666	(1.902.219)	3.896.952	(133.975)

Basic Figures of the statement of Financial Position

Amounts in €	Group		
	30/9/2021	30/6/2021	31/12/2020
Cash and Cash Equivalents	20.073.442	20.923.289	16.742.221
Total Shareholders Equity	16.379.976	12.653.650	(13.251.241)
Long Term Debt	66.408.810	66.250.965	8.407.186
Short Term Debt	37.709.922	35.493.066	52.867.015
Long Term Debt paid in the next 12 months	2.599.383	4.258.772	53.877.343
Net Debt	86.644.673	85.079.515	98.409.324