



# Covestro IR Factsheet – Q1 2024

## Financial overview

- Sales decreased by 6.2% Y/Y to €3,510m with volume +10.9%, price -15.4%, FX -1.7%
- EBITDA decreased to €273m (Q1'23: €286m) driven by volume effect of €+139m, pricing delta of €-175m, FX of €-13m and others of €+36m
- EBIT of €61m (Q1'23: €39m) with D&A of €212m (Q1'23: €247m including impairments)
- Financial result of €-30m (Q1'23: €-29m)
- Net income of €-35m (Q1'23: €-26m)
- EPS of €-0.19 (Q1'23: €-0.14)
- FOCF increased to €-129m (Q1'23: €-139m)
- Total net debt (including pension provisions and net defined benefit asset) increased from €2,885m on December 31, 2023 to €3,071m on March 31, 2024
- Net financial debt of €2,723m (€ 2,487m December 31, 2023) / net pension liability (pension provisions and net defined benefit asset) of €348m (€398m on December 31, 2023)

## Performance Materials

- Sales decreased by 5.7% Y/Y to €1,689m with volume +17.3%, price -21.3%, FX -1.7%
- EBITDA of €103m (Q1'23: €173m) driven by negative pricing delta and FX while increasing volumes and positive others

## Solutions & Specialties

- Sales decreased by 6.2% Y/Y to €1,767m with volume +5.9%, price -10.4%, FX -1.7%
- EBITDA of €208m (Q1'23: €165m) driven by increasing volumes and positive pricing delta while negative others and FX

## Others/Consolidation

- EBITDA of €-38m (Q1'23: €-52m) supported by lower restructuring and LTI provisions

## Guidance assumptions FY 2024

- Global economic growth of 2.5% Y/Y
- Full year average exchange rate in EUR/USD of ~1.10

## Guidance FY 2024

- EBITDA between €1,000m and €1,600m (mark-to-market April 2024 margins flat forward: €1.2bn); with Performance Materials EBITDA between €400m and €800m and Solutions & Specialties EBITDA significantly<sup>2</sup> above previous year
- FOCF between €0 and €300m; with Performance Materials and Solutions & Specialties FOCF both significantly<sup>2</sup> below previous year
- ROCE above WACC between -7pp and -2pp with WACC of 8.1%
- CO<sub>2</sub>E between 4.4MT and 5.0MT

## Additional financial expectations for FY 2024

- EBITDA Q2: Between €270m and €370m
- Sales: €14.0 – 15.0bn
- Capex: around<sup>1</sup> €800m
- D&A: around<sup>1</sup> €850m
- Financial result: between €-120m and €-160m
- P&L tax: between €250m and €350m / cash tax: between €250m and €350m

<sup>1</sup> Around = single-digit percentage deviation / <sup>2</sup> Significantly = double-digit percentage

## Covestro IR Factsheet - Q1 2024

	Q1 2023	Q2 2023	Q3 2023	Q4 2023	FY 2023	Q1 2024
	€ million	€ million				
<b>Core volumes ('000 t)</b>	<b>1,143.6</b>	<b>1,218.7</b>	<b>1,279.4</b>	<b>1,227.8</b>	<b>4,869.5</b>	<b>1,282.7</b>
<b>Sales</b>	<b>3,743</b>	<b>3,720</b>	<b>3,568</b>	<b>3,346</b>	<b>14,377</b>	<b>3,510</b>
PM	1,792	1,789	1,707	1,588	6,876	1,689
S&S	1,883	1,872	1,809	1,703	7,267	1,767
Others / Consolidation	68	59	52	55	234	54
<b>EBITDA</b>	<b>286</b>	<b>385</b>	<b>277</b>	<b>132</b>	<b>1,080</b>	<b>273</b>
PM	173	302	85	16	576	103
S&S	165	221	246	185	817	208
Others / Consolidation	-52	-138	-54	-69	-313	-38
DA	247	219	206	222	894	212
<b>EBIT</b>	<b>39</b>	<b>166</b>	<b>71</b>	<b>-90</b>	<b>186</b>	<b>61</b>
PM	29	158	-52	-126	9	-35
S&S	63	149	178	107	497	135
Others / Consolidation	-53	-141	-55	-71	-320	-39
<b>Financial result</b>	<b>-29</b>	<b>-36</b>	<b>-35</b>	<b>-13</b>	<b>-113</b>	<b>-30</b>
<b>EBT</b>	<b>10</b>	<b>130</b>	<b>36</b>	<b>-103</b>	<b>73</b>	<b>31</b>
Taxes	-37	-85	-67	-86	-275	-68
Minorities	-1	-1	0	-2	-4	-2
<b>Net income</b>	<b>-26</b>	<b>46</b>	<b>-31</b>	<b>-187</b>	<b>-198</b>	<b>-35</b>
EPS in acc. to IAS 33	-0.14	0.24	-0.16	-0.99	-1.05	-0.19
<b>Core volumes Y/Y</b>	<b>-15.7%</b>	<b>-3.8%</b>	<b>-1.8%</b>	<b>5.6%</b>	<b>-4.3%</b>	<b>12.2%</b>
PM	-16.0%	-5.6%	-0.4%	8.3%	-3.8%	17.2%
S&S	-15.3%	-1.3%	-3.6%	2.1%	-4.9%	5.8%
<b>Sales Y/Y</b>	<b>-20.1%</b>	<b>-20.9%</b>	<b>-22.7%</b>	<b>-15.6%</b>	<b>-20.0%</b>	<b>-6.2%</b>
PM	-25.0%	-27.3%	-26.7%	-17.1%	-24.4%	-5.7%
S&S	-15.3%	-13.5%	-17.6%	-13.8%	-15.1%	-6.2%
<b>Volume Y/Y</b>	<b>-16.8%</b>	<b>-8.0%</b>	<b>-3.8%</b>	<b>3.1%</b>	<b>-6.8%</b>	<b>10.9%</b>
PM	-18.6%	-10.3%	-2.4%	7.7%	-6.7%	17.3%
S&S	-15.4%	-4.7%	-3.7%	-0.3%	-6.2%	5.9%
<b>Price Y/Y</b>	<b>-3.9%</b>	<b>-11.0%</b>	<b>-14.3%</b>	<b>-15.7%</b>	<b>-11.0%</b>	<b>-15.4%</b>
PM	-7.1%	-15.3%	-19.9%	-22.0%	-15.7%	-21.3%
S&S	-0.5%	-6.6%	-8.9%	-10.2%	-6.4%	-10.4%
<b>FX Y/Y</b>	<b>0.6%</b>	<b>-1.9%</b>	<b>-4.6%</b>	<b>-3.0%</b>	<b>-2.2%</b>	<b>-1.7%</b>
PM	0.7%	-1.7%	-4.4%	-2.8%	-2.0%	-1.7%
S&S	0.6%	-2.2%	-5.0%	-3.3%	-2.5%	-1.7%
<b>EBITDA Y/Y</b>	<b>-64.5%</b>	<b>-29.6%</b>	<b>-8.3%</b>	<b>-447.4%</b>	<b>-33.2%</b>	<b>-4.5%</b>
PM	-72.1%	-17.7%	60.4%	-118.0%	-39.4%	-40.5%
S&S	-26.3%	3.8%	-12.1%	71.3%	-1.0%	26.1%
<b>EBITDA margin</b>	<b>7.6%</b>	<b>10.3%</b>	<b>7.8%</b>	<b>3.9%</b>	<b>7.5%</b>	<b>7.8%</b>
PM	9.7%	16.9%	5.0%	1.0%	8.4%	6.1%
S&S	8.8%	11.8%	13.6%	10.9%	11.2%	11.8%
<b>Tax rate</b>	<b>370.0%</b>					
EPS Y/Y	-106.5%	-76.9%	-366.7%	-79.1%	-26.1%	35.7%
Net financial debt	2,675	2,762	2,500	2,487	2,487	2,723
Net pension liability	404	383	241	398	398	348
Operating cash flows	-19	149	490	377	997	-23
<b>FOCF</b>	<b>-139</b>	<b>-10</b>	<b>308</b>	<b>73</b>	<b>232</b>	<b>-129</b>
<b>ROCE</b>	<b>n.a.</b>	<b>n.a.</b>	<b>n.a.</b>	<b>n.a.</b>	<b>1.5%</b>	<b>n.a.</b>
WACC	n.a.	n.a.	n.a.	n.a.	7.6%	n.a.
<b>ROCE above WACC</b>	<b>n.a.</b>	<b>n.a.</b>	<b>n.a.</b>	<b>n.a.</b>	<b>-6.1% points</b>	<b>n.a.</b>