



Deutsche
Beteiligungs AG

QUARTERLY as at 30 June 2021 STATEMENT

THIRD QUARTER 2020/2021

CONSOLIDATED KEY FIGURES

		1st to 3rd quarter 2020/2021 / 30 June 2021	1st to 3rd quarter 2019/2020 / 30 Sep 2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Core business objective: increase in the Company's value					
Net asset value of the Private Equity Investments (reporting date) ¹	€mn	622.7	422.0		
Earnings from Fund Investment Services	€mn	13.9	6.6	4.8	3.1
Private Equity Investments segment					
Net income from investment activity	€mn	126.8	(25.3)	56.1	50.9
Earnings before taxes	€mn	118.0	(31.2)	53.3	49.0
Cash flow from investment activity	€mn	19.2	(12.3)	40.2	(2.0)
Net asset value (reporting date)	€mn	622.7	422.0		
Fund Investment Services segment					
Income from Fund Services	€mn	32.5	21.4	10.7	7.0
Earnings before taxes	€mn	13.9	6.6	4.8	3.1
Assets under management or advisory (reporting date) ¹	€mn	2,643.4	2,582.6		
Other indicators					
Net income	€mn	131.2	(24.6)	58.0	52.1
Equity (reporting date)	€mn	643.3	423.5		
Earnings per share ²	€	7.89	(1.58)	3.49	3.25
Number of employees (reporting date, including apprentices) ³		79	81		

1 Including the cash inflow from the capital increase completed in May 2021

2 Based on the weighted average number of shares in the respective period

3 30 June 2021: One position (previous year: two positions) temporarily duplicated

AT A GLANCE

Exchange-listed Deutsche Beteiligungs AG ("DBAG") invests in well-positioned mid-sized companies with potential for growth. Industrial sectors, which are the foundation for the excellent reputation that Germany's Mittelstand enjoys around the world, have traditionally been a focal part of our investments. Over the past few years, a growing portion of our portfolio is deployed in the growth sectors of broadband/telecommunications, IT services/software, and healthcare. Our sustainable, value-enhancing entrepreneurial investment approach makes DBAG a sought-after investment partner in the German-speaking world. We have consistently delivered above-average performance over a number of years – benefiting our portfolio companies and shareholders alike, including investors in our DBAG-managed private equity funds.

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HIGHLIGHTS

EQUITY RAISED BY

100

MILLION EUROS

**UNPLANNED VALUE
CONTRIBUTION FROM
THE SALE OF BLIKK**

**HIGHER
FORECAST
REAFFIRMED**

**SOLID FINANCIAL BACKING
FOR MEDIUM-TERM
INVESTMENT PLANS**

NET ASSET VALUE OF
PRIVATE EQUITY INVESTMENT
INCREASED TO

622.7

MILLION EUROS

LETTER TO OUR SHAREHOLDERS

Dear Shareholders

In May 2021, we successfully placed our capital increase. By raising this additional equity, DBAG demonstrated its continued commitment to a strategy of financing equity investments over the long term through the stock market. The additional funds of 100 million euros – together with the expected proceeds from recent disposals – significantly expand our scope for future investments. Extended credit lines provide us with additional flexibility. We have created an excellent platform on which to build on our ambitious investment programme: DBAG plans to invest an average of 120 million euros per annum during the current and two subsequent financial years. This equates to an increase of around 40 per cent compared to the previous three financial years. It enables us to create a substantially larger capital base on which to increase value for our shareholders.

Our extended investment team is working intensively on identifying and analysing attractive new portfolio companies. During the first nine months of the financial year, DBAG identified 241 investment opportunities – twice as many as in the same period of the previous year, when the effects of the pandemic were even more pronounced for us. This increase in activity over the last nine months is also evident when we compare it to the five-year average of 226 investment opportunities per year.

The success that we have seen in supporting the development of our investments is not only reflected in the value contributions from disposals in the first nine months of the year. We also achieved a marked increase in the value of our 32 current equity investments, with the net asset value per share exceeding the previous year's value by 20.3 per cent. Consequently and evidently, this more than compensated for the dilution effect from the capital increase. Our investments in broadband telecommunications and IT services/software contributed to this positive effect, as did those portfolio companies linked to manufacturing businesses and related service providers. If it were not for supply bottlenecks for primary products, rising raw material prices and freight rates, these companies would have benefited even more from rising demand.

Once again, on 22 July 2021, we were able to raise our forecast for the 2020/2021 financial year as a result of the positive development of our portfolio companies and the unplanned value contribution from the blick Group disposal.

The Board of Management
of Deutsche Beteiligungs AG



Torsten Grede



Tom Alzin



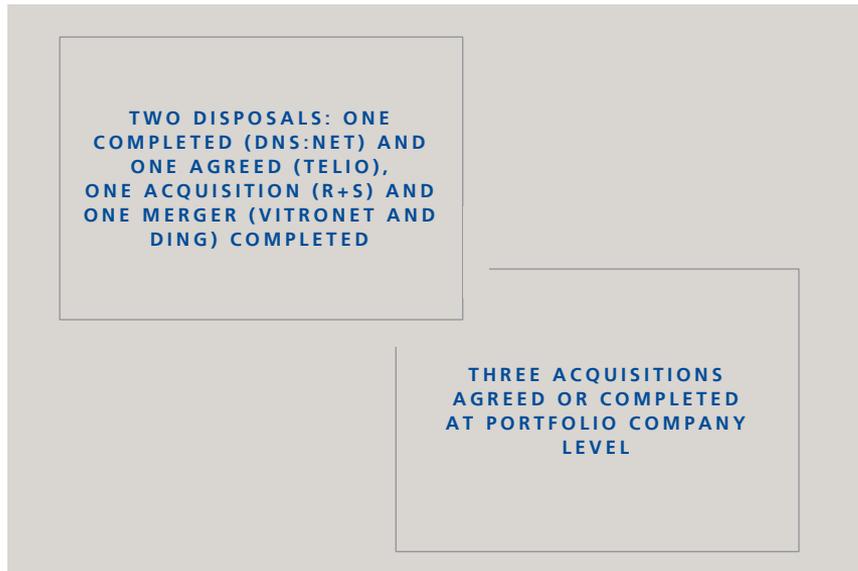
Jannick Hunecke



Susanne Zeidler

REVIEW OF KEY EVENTS AND TRANSACTIONS

Reporting on significant changes in co-investments alongside DBAG funds, and in Long-Term Investments for the third quarter of the 2020/2021 financial year. Unless expressly stated, DBAG contributed no additional capital to the transactions below.



DBAG Fund VII

SERO GMBH ("Sero") – a development and manufacturing service provider for electronic components

- › In June 2021, the acquisition of Solid Semecs B.V., Uden/Netherlands ("Semecs") was completed, having been agreed in May 2021.
- › DBAG Fund VII has invested around 16 million euros in the purchase, of which 3.6 million euros is attributable to DBAG.

BLIKK HOLDING GMBH ("blikk") – radiology and nuclear medicine

The acquisition of Berlin-based Radiologie am Europa Center was completed in June 2021.

Please refer to the report on material events after the reporting date on page 20 for details regarding the disposal of blikk, which was agreed after the reporting date. The value contribution of 26.0 million euros for the third quarter was already included in the valuation as at 30 June 2021.

DBAG Fund VI

TELIO MANAGEMENT GMBH ("Telio") – communications and media systems for correctional facilities

- › In June 2021, after a six-year holding period, a sale was agreed with British financial investor Charterhouse Capital Partners LLP.
- › The disposal proceeds are roughly in line with the valuation of the investment in DBAG's interim financial statements in accordance with IFRS as at 31 March 2021. Therefore, the transaction has not generated any further value contribution in the third quarter.

- › DBAG and DBAG Fund VI will continue to participate in Telio's future performance through an aggregate re-investment of approximately 13 per cent, of which DBAG itself will hold approximately 2.5 percentage points.

DBAG ECF

DNS:NET INTERNET SERVICE GMBH ("DNS:Net") – telecommunications and IT services

- › The disposal was agreed in March and completed in June 2021.

VITRONET GMBH ("vitronet") – construction of fibre optic networks

- › Merger of vitronet and Deutsche Infrastruktur- und Netzgesellschaft ("DING")
- › Going forward, the combined entity will trade as vitronet Group.
- › The merger will create a provider in the fast-growing market for expanding fibre optics and energy infrastructure, with broad regional coverage and a service offer comprising all the essential stages of the value creation chain – from planning and construction of networks right through to operations and services.
- › In June 2021, an agreement was reached on the acquisition of Meyer Straßenbau.

Long-Term Investments

R+S GROUP AG ("R+S") – technical building equipment

- › The acquisition was agreed in March 2021 and completed in May 2021.
- › DBAG invested 16.0 million euros, thereby strengthening the company's equity base.

FINANCIAL PERFORMANCE

Reporting on the financial position and financial performance during the period from 1 October 2020 to 30 June 2021. Unless expressly mentioned, the explanations refer to the third quarter only.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Net income from investment activity	126,761	(25,295)	56,105	50,944
Income from Fund Services	31,520	20,397	10,373	6,721
Income from Fund Services and investment activity	158,280	(4,898)	66,477	57,666
Personnel expenses	(18,636)	(11,697)	(6,539)	(3,398)
Other operating income	2,206	2,805	308	1,069
Other operating expenses	(9,658)	(10,537)	(2,077)	(3,157)
Net interest income	(287)	(321)	(142)	(117)
Other income/expense items	(26,376)	(19,749)	(8,450)	(5,603)
Earnings before taxes	131,904	(24,646)	58,028	52,062
Income taxes	(731)	17	0	0
Earnings after taxes	131,174	(24,629)	58,028	52,062
Net income attributable to other shareholders	(7)	(7)	(2)	(2)
Net income	131,167	(24,636)	58,026	52,060
Other comprehensive income	440	(722)	175	24
Total comprehensive income	131,607	(25,359)	58,200	52,084

NET INCOME FROM INVESTMENT ACTIVITY

- › Please refer to pages 9 to 11.

INCOME FROM FUND SERVICES

- › Income from DBAG Fund VIII: 13.9 million euros; no income yet in the previous year, as the fund's investment period had not yet started.
- › Income from DBAG Fund VII: 10.8 million euros, compared to 13.1 million euros in the previous year. The decline resulted from the change in the calculation basis for the principal fund (invested capital, instead of investment commitments previously) offset by income from the top-up fund, following a new investment.
- › As expected, income from DBAG Fund VI and DBAG ECF was down slightly year-on-year.

PERSONNEL EXPENSES

- › The increase was largely due to higher provisions for variable remuneration that take into account the Company's performance.
- › Additionally, the number of employees rose by three to 79.

OTHER OPERATING INCOME

- › Decline in income from passing on consultancy expenses for transactions concluded by advised funds
- › Decline in income generated from the disposal of securities to zero

OTHER OPERATING EXPENSES

- › Decline in consultancy expenses that can be passed through for transactions concluded by advised funds
- › Increase in consultancy expenses for transactions in Long-Term Investments
- › Marked pandemic-related decline in travel and hospitality expenses
- › Higher expenses for the IT infrastructure and the continuous expansion of related security standards.

Net income from investment activity

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Gross gains and losses on measurement and disposal portfolio	141,455	(40,349)	57,132	52,854
Net income attributable to other shareholders of investment entity subsidiaries	(26,554)	9,463	(8,186)	(5,677)
Net gains and losses on measurement and disposal portfolio	114,901	(30,887)	48,945	47,177
Current portfolio income	17,222	5,446	5,610	3,445
Net portfolio income	132,124	(25,440)	54,556	50,622
Net gains and losses from other assets and liabilities of investment entity subsidiaries	(5,364)	144	1,546	322
Income from other financial assets	1	1	2	0
Net income from investment activity	126,761	(25,295)	56,105	50,944

GROSS GAINS AND LOSSES ON MEASUREMENT AND DISPOSAL PORTFOLIO

› Please refer to pages 10 to 11.

NET INCOME ATTRIBUTABLE TO OTHER SHAREHOLDERS OF INVESTMENT ENTITY SUBSIDIARIES

- › Mainly concerns imputed carried interest (cf. Group Financial Report 2019/2020, pages 13, 20 and 43, for information on carried interest).
- › The corresponding deductible has markedly increased, in line with higher gross gains and losses on measurement and disposal.

CURRENT PORTFOLIO INCOME

- › The increase mainly relates to interest payments on shareholder loans, which showed a marked increase during the nine-month period – especially due to the increase in the amount of loans granted arising from new loans extended to existing and new portfolio companies.
- › In addition, the disposals of investments in Rheinhold & Mahla and DNS:Net also impacted this figure. In accordance with contractual agreements in connection with these investments, DBAG was now able to recognise interest.

NET GAINS AND LOSSES FROM OTHER ASSETS AND LIABILITIES OF INVESTMENT ENTITY SUBSIDIARIES

- › The increase in the deduction item was mainly due to the remuneration for the manager of DBAG Fund VIII, which is determined on the basis of capital commitments. No remuneration was generated yet from this fund in the previous year, as the fund's investment period had not yet started.

Gross gains and losses on measurement and disposal portfolio

GROSS GAINS AND LOSSES ON MEASUREMENT AND DISPOSAL PORTFOLIO BY SOURCES: SOURCE ANALYSIS 1

	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
€'000				
Fair value of unlisted investments				
Change in earnings	113,391	(61,300)	13,625	(13,543)
Change in debt	(28,132)	(42,055)	(2)	(38,138)
Change in multiples	35,139	60,583	40,493	105,135
Change in exchange rates	(398)	157	198	(965)
Change – other	1,887	759	1,188	318
Subtotal	121,887	(41,856)	55,502	52,807
Net gains and losses on disposal	19,821	1,616	2,143	341
Other	(253)	(108)	(513)	(294)
	141,455	(40,349)	57,132	52,854

FAIR VALUE OF UNLISTED INVESTMENTS

- › Net measurement gains and losses from 23 active investments measured using the multiples method and three investments measured on the basis of exit multiples, broken down by five earnings sources.
- › Change in earnings: the earnings development of the investments in the broadband telecommunications sector remained positive in the nine-month period and in the third quarter, especially thanks to the completion of several acquisitions by one portfolio company pursuing a buy-and-build strategy, and in IT services/software. In addition, one portfolio company from the other sectors performed very positively. Higher value contributions were achieved from manufacturing businesses and related service providers (especially from automotive suppliers), as well as from mechanical and plant engineering investments. The contributions from manufacturing businesses and related service providers would have been even higher, if it were not for occasional factors that curbed earnings development (supply bottlenecks due to a shortage of components despite a healthy order book, burdens from rising raw materials costs and freight rates, as well as an expected increase in negative factors caused by supply bottlenecks, especially for semiconductors in the automotive industry).
- › Change in debt: this mainly impacts the debt financing of the aforementioned acquisitions.
- › Change in multiples: positive effects, in particular from the investments in broadband telecommunication and in IT services/software. In contrast, significant valuation mark-downs of more than three points were seen in the automotive suppliers peer group. The purchase price agreed for blick Group yielded an additional material impact.

NET GAINS AND LOSSES ON DISPOSAL

- › This largely reflects the completed disposals of Rheinhold & Mahla and DNS:Net, plus subsequent income from the disposal of a stake in the remaining externally-managed foreign buyout fund.

GROSS GAINS AND LOSSES ON MEASUREMENT AND DISPOSAL PORTFOLIO BY SOURCES: SOURCE ANALYSIS 2

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Positive movements	152,745	37,363	68,426	56,118
Negative movements	(11,290)	(77,712)	(11,294)	(3,264)
	141,455	(40,349)	57,132	52,854

GROSS GAINS AND LOSSES ON MEASUREMENT AND DISPOSAL PORTFOLIO BY SOURCES: SOURCE ANALYSIS 3

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Net measurement gains and losses	96,994	(41,965)	28,945	52,513
Unrealised disposal gains on imminent sales basis	24,640	0	26,043	0
Net gains and losses on disposal	19,821	1,616	2,143	341
	141,455	(40,349)	57,132	52,854

POSITIVE MOVEMENTS

- › 19 companies and the remaining externally-managed foreign buyout fund (previous year: ten)

NEGATIVE MOVEMENTS

- › Six companies (previous year: 18 and the externally-managed foreign buyout fund)

NO CHANGE

- › Six investments (previous year: one) measured at their original transaction price due to a holding period of less than one year; these investments account for 13 per cent of the portfolio value. There was no change in value for one company measured at fair value.

NET MEASUREMENT GAINS AND LOSSES

- › Net measurement gains and losses reflect the operating performance of the portfolio companies, which was positive overall (cf. source analysis 1).

UNREALISED DISPOSAL GAINS ON IMMINENT SALES BASIS

- › This includes value contributions from the agreed disposals of blikk Group and Telio that were not yet concluded as at the reporting date.

NET GAINS AND LOSSES ON DISPOSAL

- › Please refer to source analysis 1.

FINANCIAL POSITION – LIQUIDITY

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

INFLOWS (+)/OUTFLOWS (-)

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Net income	131,167	(24,636)	58,026	52,060
Measurement gains (-)/losses (+) and gains (-)/losses (+) on disposal of financial assets	(126,395)	26,334	(55,737)	(50,093)
Other non-cash changes	(17,734)	(18,758)	3	(5,530)
Cash flow from operating activities	(12,962)	(17,060)	2,291	(3,563)
Proceeds from disposals of financial assets	80,191	44,949	62,777	1,067
Payments for investments in financial assets	(55,877)	(45,702)	(44,609)	(3,106)
Proceeds from disposal of other financial instruments	25,988	14,518	25,540	0
Payments for investments in other financial instruments	(31,122)	(26,047)	(3,522)	0
Cash flow from investment activity	19,180	(12,282)	40,185	(2,039)
Proceeds from (+)/payments for (-) investments in securities	0	20,511	0	5,023
Other cash inflows and outflows	(69)	(343)	(7)	(155)
Cash flow from investing activities	19,110	7,886	40,179	2,829
Proceeds from capital increases	100,176	0	100,176	0
Payments for lease liabilities	(755)	(741)	(246)	(252)
Proceeds from drawdowns of credit lines	60,500	0	17,200	0
Payments for redemption of credit lines	(13,100)	0	(13,100)	0
Payments to shareholders (dividends)	(12,035)	(22,566)	0	0
Cash flow from financing activities	134,786	(23,307)	104,030	(252)
Net change in cash and cash equivalents	140,934	(32,480)	146,500	(986)
Cash and cash equivalents at start of reporting period	18,367	43,934	12,801	12,440
Cash and cash equivalents at end of reporting period	159,301	11,454	159,301	11,454

CASH FLOW FROM OPERATING ACTIVITIES

- › This was impacted by the deferral of the advisory fee for DBAG Fund VII; the aggregate amount deferred since July 2019 increased by an additional 2.8 million euros in the reporting quarter to a total of 24.8 million euros; this advisory fee will be collected when the disposal of blick is completed.
- › In addition, fluctuations related to call dates for fund investors; remuneration for advisory services to DBAG Fund VIII in the first quarter of 2020 (4.3 million euros) had already been called and received prior to the last reporting date (cf. Group Financial Report, p. 45) – accordingly, there was no cash inflow during the reporting period.

CASH FLOW FROM INVESTING ACTIVITIES

- › Since the sale of the securities, this figure has been entirely shaped by cash flow from investment activity and the related volatility, which is typical for the Company's business.
- › Proceeds were recognised from the Pfaudler transaction (placement of shares and partial disposal of the operating business) and the disposals of Rheinhold & Mahla and DNS:Net.

FINANCIAL RESOURCES

- › Solely cash and cash equivalents as at the reporting date; the Group's investment entity subsidiaries hold additional financial resources of 7.9 million euros.

FINANCIAL POSITION – ASSETS

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

€'000	30 June 2021	30 Sep 2020
Financial assets	492,821	390,741
Other non-current assets	5,781	6,250
Deferred tax assets	0	214
Non-current assets	498,602	397,204
Other financial instruments	31,122	25,988
Receivables and other assets	14,580	10,595
Cash and cash equivalents	159,301	18,367
Other current assets	33,575	22,432
Current assets	238,579	77,382
Total assets	737,181	474,587
Equity	643,278	423,531
Non-current liabilities	20,531	21,305
Current liabilities	73,371	29,751
Total equity and liabilities	737,181	474,587

TOTAL ASSETS

- › Total assets increased by more than half since the end of the 2019/2020 financial year.

NON-CURRENT ASSETS

- › Significant increase in absolute terms, especially due to the value appreciation of financial assets.
- › Please refer to pages 14 to 17 for information on financial assets.
- › However, the share of non-current assets in total assets declined to 67.6 per cent (30 September 2020: 83.7 per cent).

CURRENT ASSETS

- › Current assets increased due to significantly higher cash and cash equivalents following the capital increase.

EQUITY

- › Equity clearly exceeded the level as at 30 September 2020, due to the capital increase and high net income.
- › The equity ratio remains high; at 87.3 per cent, it was down only slightly from 89.2 per cent as at 30 September 2020.
- › Equity covers non-current assets in full, with current assets now covered at 60.6 per cent (30 September 2020: 34.0 per cent).

CURRENT LIABILITIES

- › The increase compared to 30 September 2020 was due in particular to further drawdowns of the credit line.
- › As at the reporting date, 60.5 million euros were drawn down from the total volume of 106.7 million euros.

Financial assets

€'000	30 June 2021	30 Sep 2020
Portfolio value		
gross	541,575	428,475
Interests of other shareholders in investment entity subsidiaries	(47,097)	(32,871)
net	494,478	395,604
Other assets and liabilities of unconsolidated investment entity subsidiaries	(1,762)	(4,917)
Other financial assets	105	55
Financial assets	492,821	390,741

GROSS PORTFOLIO VALUE

› Please refer to pages 15 to 17.

INTERESTS OF OTHER SHAREHOLDERS IN INVESTMENT ENTITY SUBSIDIARIES

- › This mainly relates to carried interest.
- › The increase since the start of the financial year resulted mainly from changes in the value of the DBAG ECF and DBAG Fund VI portfolios.

OTHER ASSETS AND LIABILITIES OF INVESTMENT ENTITY SUBSIDIARIES

- › This resulted mainly from the subsidiaries' higher borrowings, due to the marked expansion in investment activity during the nine-month period.
- › The item reflects short-term loans granted by DBAG to its investment entity subsidiaries for the interim financing of capital calls for follow-up investments.

Portfolio structure

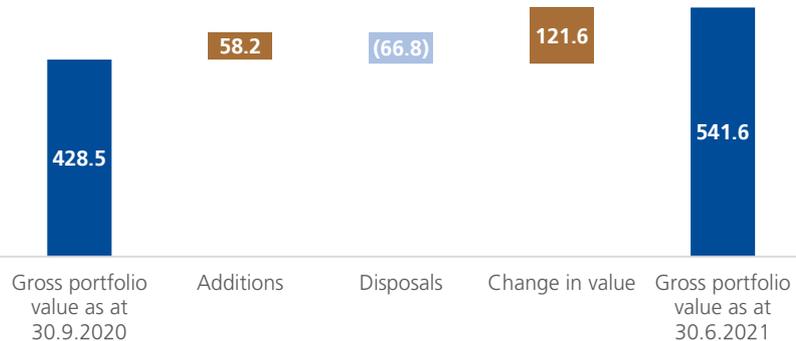
PORTFOLIO STRUCTURE (15 LARGEST INVESTMENTS IN TERMS OF PORTFOLIO VALUE ON 30 JUNE 2021)

Company	Cost €mn	Equity share DBAG %	Investment type	Sector	Group share of the portfolio %
blick Holding GmbH	19.0	11.0	MBO	Healthcare	
Cartonplast Holding GmbH	25.3	16.4	MBO	Industrial services	
Pfautler International S.à.r.l.	1.2	17.6	MBO	Mechanical and plant engineering	
vitronet Group	14.7	41.2	MBO	Broadband/telecommunications	
von Poll Immobilien GmbH	11.7	30.1	MBO	Services	42.4
Cloudflight GmbH	10.3	17.1	MBO	IT services/software	
congatec Group GmbH	22.9	20.4	MBO	Industrial components	
duagon Holding AG	24.6	21.4	MBO	Industrial components	
netzkontor nord GmbH	5.0	35.8	MBO	Broadband/telecommunications	
Telio Management GmbH	14.3	15.8	MBO	Other	22.1
Karl Eugen Fischer GmbH	22.6	20.6	MBO	Mechanical and plant engineering	
Oechsler AG	11.2	8.4	Growth	Automotive suppliers	
Polytech Health & Aesthetics GmbH	14.6	15.3	MBO	Healthcare	
R+S Group AG	16.0	75.1	Long-Term Investment	Industrial services	
Solvares Group	14.3	16.9	MBO	IT services/software	14.8

At 30 June 2021, the 15 most valuable investments accounted for around 79 per cent of the portfolio value (30 September 2020: 76 per cent). The table shows these 15 companies sorted by their portfolio value. They are split into three groups of five companies each, and are listed alphabetically within their group. The first group consists of the five companies with the highest portfolio value, followed by the next five, which includes the sixth- to tenth-largest and the last group with the eleventh- to fifteenth-largest companies (in each case by their value in the portfolio).

Portfolio and portfolio value

PORTFOLIO VALUE DEVELOPMENT €mn



PORTFOLIO VALUE AS AT 30 JUNE 2021

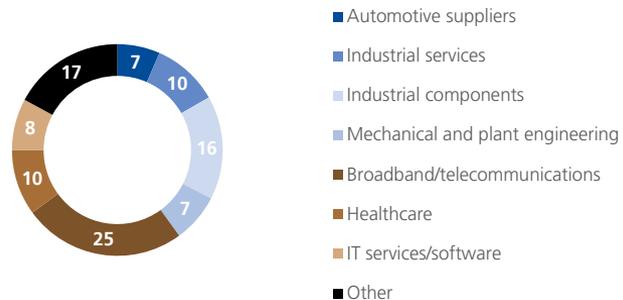
- › 32 active equity investments valued at 536.9 million euros (30 September 2020: 421.0 million euros)
- › “Other” investments comprise the investment in an externally managed foreign private equity fund as well as entities through which (predominantly) representations and warranties from previous disposals are settled, with a value of 4.7 million euros (30 September 2020: 7.5 million euros).
- › Portfolio value is equivalent to 1.34 times the original cost (30 September 2020: 1.1 times).
- › Business models linked to manufacturing businesses and related service providers continue to be valued slightly below cost (0.9 times).
- › Four out of 32 portfolio companies are active in broadband telecommunications; they were valued at 3.7 times cost, accounting for 25 per cent of portfolio value (30 September 2020: 27 per cent).

CHANGE IN PORTFOLIO VALUE

- › Additions: mainly congatec and R+S Group (39.8 million euros combined).
- › Disposals: predominantly DNS:Net, Pfaudler and Rheinhold & Mahla (63.4 million euros).
- › The change in value was largely attributable to the operating performance of portfolio companies as well as value contribution from the blick Group disposal (cf. source analysis 1).

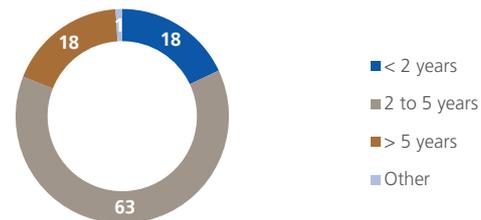
PORTFOLIO VALUE BY SECTORS

%



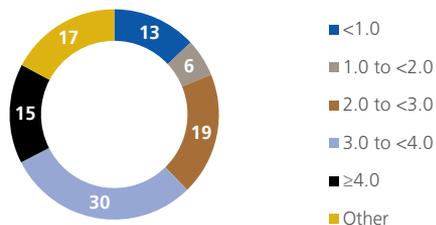
PORTFOLIO VALUE BY HOLDING PERIOD

%



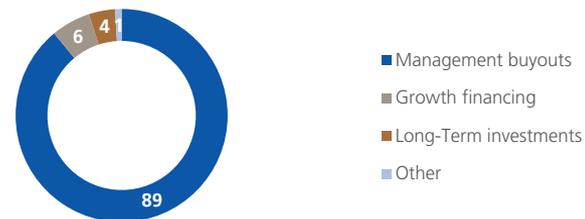
PORTFOLIO VALUE BY NET DEBT/EBITDA OF PORTFOLIO COMPANIES

%



PORTFOLIO VALUE BY TYPE OF INVESTMENT

%



BUSINESS PERFORMANCE BY SEGMENT

Private Equity Investments segment

SEGMENT EARNINGS STATEMENT – PRIVATE EQUITY INVESTMENTS

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Net income from investment activity	126,761	(25,295)	56,105	50,944
Other income/expense items	(8,767)	(5,952)	(2,848)	(1,984)
Earnings before taxes	117,993	(31,247)	53,256	48,961

NET ASSET VALUE AND AVAILABLE LIQUIDITY

€'000	30 June 2021	30 Sep 2020
Financial assets	492,821	390,741
Other financial instruments	31,122	25,988
Financial resources	159,301	18,367
Credit liabilities	(60,500)	(13,100)
Net asset value	622,744	421,997
Financial resources	159,301	18,367
Credit lines	46,160	76,900
Available liquidity	205,461	95,267
Co-investment commitments alongside DBAG funds	272,242	311,324

EARNINGS BEFORE TAXES

- › Significantly higher value contribution from the portfolio companies' operational performance (cf. "Financial performance").

OTHER INCOME/EXPENSE ITEMS

- › Where expenses increased above plan, this related to items reflecting the Company's performance (cf. "Financial performance"). The figure includes internal management fees paid to the Fund Investment Services segment (now only related to DBAG ECF), in the amount of 1.0 million euros (unchanged from the previous year).

NET ASSET VALUE

- › Net asset value per share (adjusted for capital increase, including the dividend distributed following the Annual General Meeting) increased by 20.3 per cent: the positive performance of investments more than compensated for the dilution effect.

CO-INVESTMENT COMMITMENTS ALONGSIDE DBAG FUNDS

- › Solid financial backing for medium-term investment plans.
- › Coverage of co-investment commitments through available financial resources increased significantly as a result of the capital increase, to 75.5 per cent (30 September 2020: 30.6 per cent).
- › Remaining funds required to finance co-investment commitments of 66.8 million euros as well as Long-Term Investments are to be covered from proceeds from the portfolio. The Telio disposal was agreed during the reporting period, whilst the disposal of blick Group was agreed after the end of the reporting period; in addition, the advisory fee for DBAG Fund VII, totalling 24.8 million euros, was deferred.

Fund Investment Services segment

SEGMENT EARNINGS STATEMENT – FUND INVESTMENT SERVICES

€'000	1st to 3rd quarter 2020/2021	1st to 3rd quarter 2019/2020	3rd quarter 2020/2021	3rd quarter 2019/2020
Income from Fund Services	32,524	21,354	10,716	7,039
Other income/expense items	(18,613)	(14,753)	(5,944)	(3,937)
Earnings before taxes	13,911	6,600	4,771	3,102

ASSETS UNDER MANAGEMENT OR ADVISORY

€'000	30 June 2021	30 Sep 2020
Funds invested in portfolio companies	1,451,136	1,403,316
Funds called but not yet invested	1,910	0
Short-term bridge financing for new investments	140,820	135,856
Outstanding capital commitments of third-party investors	890,189	1,025,023
Financial resources (of DBAG)	159,301	18,367
Assets under management or advisory	2,643,357	2,582,562

EARNINGS BEFORE TAXES

- › The calculation basis for **INCOME FROM FUND SERVICES** has increased following the start of the investment period of DBAG Fund VIII.
- › Internal income from the Private Equity Investments segment (unchanged at 1.0 million euros) was taken into account.

OTHER INCOME/EXPENSE ITEMS

- › Where expenses increased above plan, this related to items reflecting the Company's performance (cf. "Financial performance").

ASSETS UNDER MANAGEMENT OR ADVISORY

- › The figure increased compared to the volume at the end of the past financial year, due to the inflow of funds from the capital increase.
- › Pending capital commitments from fund investors declined as investment activity increased.
- › Total funds invested in (or called for) portfolio companies or bridge loans actually increased despite the closing of portfolio company disposals during the first nine months of the financial year.

REPORT ON MATERIAL EVENTS AFTER THE REPORTING DATE

DBAG Fund VII

The sale of **BLIKK HOLDING GMBH** to EQT Infrastructure V, a fund managed by the global investment organisation EQT, was agreed in July 2021.

- › Additional, unexpected value contribution of 26.0 million euros in the third quarter
- › As DBAG and DBAG Fund VII continue to see good development opportunities, they will re-invest up to 15 per cent (with up to 3 percentage points attributable to DBAG itself).
- › 105.7 million euros was invested in the blick Group, partly funded by the top-up fund, of which 18.7 million euros was attributable to DBAG, which had held around eleven per cent of the shares until the disposal.

DBAG ECF

VITRONET GMBH (“vitronet”) completed its acquisition of Meyer Straßenbau in July 2021, having been agreed in June 2021.

OPPORTUNITIES AND RISKS

- › The statements made in the Combined Management Report as at 30 September 2020 continue to apply in principle (please refer to the Group Financial Report 2019/2020, pages 65 et seqq.).
- › In our view, the probability of occurrence for the risk factor “access to stock and credit markets is not ensured” declined from “possible” to “low” in the third quarter, following the successful completion of a capital increase in May 2021.

FORECAST

FORECAST INCREASED ON 22 JULY 2021

- › The performance of portfolio companies turned out to be better than previously expected.
- › On top of this came the hitherto unexpected contribution of 26.0 million euros to DBAG’s third-quarter net income from the sale of blikk Group.

Expected net income for 2020/2021: 125 to 145 million euros (forecast last published in March 2021, confirmed in May: 70 to 80 million euros).

The projected earnings improvement is based on significantly higher net income from investment activity: 125 to 140 million euros (previously: 65 to 75 million euros).

Expected net asset value of Private Equity Investments as at 30 September 2021: 620 to 690 million euros, including the net proceeds from the capital increase of approximately 100 million euros (previously: 450 to 505 million euros before net proceeds from the capital increase).

Expected earnings from Fund Investment Services: 16 to 17 million euros (previously: 15 to 16 million euros).

The forecast is subject to the unchanged proviso that there will be no significant deviation from the valuation levels in the capital markets at the end of the 2020/2021 financial year from those made when the forecast was updated.

Our dividend policy remains generally unchanged (cf. Group Financial Report, pages 19 and 80).

OTHER DISCLOSURES

This document is a quarterly statement pursuant to section 53 of the Stock Exchange Rules and Regulations (Börsenordnung) of the Frankfurt Stock Exchange in the version dated 23 November 2020. The consolidated statement of financial position, the consolidated statement of comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity were prepared in accordance with International Financial Reporting Standards (IFRS). The accounting, valuation and consolidation methods used are the same as those used in the previous consolidated financial statements at 30 September 2020.

ANNEX TO THE QUARTERLY STATEMENT

Consolidated statement of comprehensive income

for the period from 1 October 2020 to 30 June 2021

€'000	1 Oct 2020 to 30 June 2021	1 Oct 2019 to 30 June 2020
Net income from investment activity	126,761	(25,295)
Income from Fund Services	31,520	20,397
Income from Fund Services and investment activity	158,280	(4,898)
Personnel expenses	(18,636)	(11,697)
Other operating income	2,206	2,805
Other operating expenses	(9,658)	(10,537)
Interest income	771	309
Interest expenses	(1,058)	(630)
Other income/expense items	(26,376)	(19,749)
Earnings before taxes	131,904	(24,646)
Income taxes	(731)	17
Earnings after taxes	131,174	(24,629)
Net income attributable to other shareholders	(7)	(7)
Net income	131,167	(24,636)
Items that will not be reclassified subsequently to profit or loss		
Gains (+)/losses (-) on remeasurements of the net defined benefit liability (asset)	440	(722)
Other comprehensive income	440	(722)
Total comprehensive income	131,607	(25,359)
Earnings per share in € (diluted and basic) ¹	7.89	(1.58)

¹ The earnings per share calculated in accordance with IAS 33 are based on net income divided by the average number of DBAG shares outstanding in the reporting period.

Consolidated statement of cash flows

for the period from 1 October 2020 to 30 June 2021

INFLOWS (+) / OUTFLOWS (-)

€'000	1 Oct 2020 to 30 June 2021	1 Oct 2019 to 30 June 2020
Net income	131,167	(24,636)
Measurement gains (-)/losses (+) on financial assets, depreciation/amortisation/impairment of property, plant and equipment and intangible assets, gains (-)/losses (+) on securities	(125,456)	27,237
Gains (-)/losses (+) from disposals of assets	(6)	2
increase (+)/decrease (-) in income tax assets	(100)	641
increase (+)/decrease (-) in other assets (net)	(14,857)	(14,171)
increase (+)/decrease (-) in pension provisions	(809)	296
Increase (+)/decrease (-) in income taxes payable	517	(17)
Increase (+)/decrease (-) in other provisions	2,173	(5,572)
Increase (+)/decrease (-) in other liabilities (net)	(5,590)	(843)
Cash flow from operating activities	(12,962)	(17,060)
Proceeds from disposals of financial assets	80,191	44,949
Payments for investments in financial assets	(55,877)	(45,702)
Proceeds from disposals of other financial instruments	25,988	14,518
Payments for investments in other financial instruments	(31,122)	(26,047)
Cash flow from investment activity	19,180	(12,282)
Proceeds from disposals of property, plant and equipment and intangible assets	14	69
Payments for investments in property, plant and equipment and intangible assets	(84)	(412)
Proceeds from disposals of securities	0	28,034
Payments for investments in securities	0	(7,524)
Cash flow from investing activities	19,110	7,886
Proceeds from capital increases	100,176	0
Payments for lease liabilities	(755)	(741)
Proceeds from drawdowns of credit facilities	60,500	0
Payments for redemption of credit lines	(13,100)	0
Payments to shareholders (dividends)	(12,035)	(22,566)
Cash flow from financing activities	134,786	(23,307)
Net change in cash and cash equivalents	140,934	(32,480)
Cash and cash equivalents at start of reporting period	18,367	43,934
Cash and cash equivalents at end of reporting period	159,301	11,454

1 This includes income taxes received and paid in the amount of -100,000 euros (previous year: 646,000 euros) as well as interest received and paid in the amount of -665,000 euros (previous year: -292,000 euros).

Consolidated statement of financial position

as at 30 June 2021

€'000	30 June 2021	30 Sep 2020
ASSETS		
Non-current assets		
Intangible assets	470	490
Property, plant and equipment	4,670	5,144
Financial assets	492,821	390,741
Other non-current assets	642	616
Deferred tax assets	0	214
Total non-current assets	498,602	397,204
Current assets		
Receivables	8,956	5,071
Other financial instruments	31,122	25,988
Income tax assets	5,624	5,524
Cash and cash equivalents	159,301	18,367
Other current assets	33,575	22,432
Total current assets	238,579	77,382
Total assets	737,181	474,587

€'000	30 June 2021	30 Sep 2020
EQUITY AND LIABILITIES		
Equity		
Subscribed capital	66,733	53,387
Capital reserve	260,591	173,762
Retained earnings and other reserves	(10,886)	(11,326)
Consolidated retained profit	326,840	207,708
Total equity	643,278	423,531
Liabilities		
Non-current liabilities		
Liabilities under interests held by other shareholders	58	57
Provisions for pensions obligations	15,640	16,449
Other provisions	1,449	846
Other non-current liabilities	3,385	3,953
Total non-current liabilities	20,531	21,305
Current liabilities		
Loan liabilities	60,500	13,100
Other current liabilities	2,237	8,104
Income tax liabilities	1,043	526
Other provisions	9,591	8,021
Total current liabilities	73,371	29,751
Total liabilities	93,902	51,056
Total equity and liabilities	737,181	474,587

Consolidated statement of changes in equity

for the period from 1 October 2020 to 30 June 2021

€'000	1 Oct 2020 to 30 June 2021	1 Oct 2019 to 30 June 2020
Subscribed capital		
At start of reporting period	53,387	53,387
Change in reporting period	13,347	0
At end of reporting period	66,733	53,387
Capital reserve		
At start of reporting period	173,762	173,762
Change in reporting period	86,829	0
At end of reporting period	260,591	173,762
Retained earnings and other reserves		
Legal reserve		
At start and end of reporting period	403	403
First-time adoption of IFRS		
At start and end of reporting period	16,129	16,129
Reserve for changes in accounting methods		
At start and end of reporting period	(109)	(109)
Reserve for gains/losses on remeasurements of the net defined benefit liability (asset)		
At start of reporting period	(27,748)	(30,450)
Change in reporting period	440	(722)
At end of reporting period	(27,308)	(31,173)
At end of reporting period	(10,886)	(14,751)
Consolidated retained profit		
At start of reporting period	207,708	247,031
Dividend	(12,035)	(22,566)
Net income	131,167	(24,636)
At end of reporting period	326,840	199,829
Total	643,278	412,227

Disclosures on segment reporting

for the period from 1 October 2020 to 30 June 2021

SEGMENTAL ANALYSIS FOR THE 1ST TO 3RD QUARTER 2020/2021

€'000	Private Equity Investments	Fund Investment Services	Group Reconciliation ¹	Group 1st to 3rd quarter 2020/2021
Net income from investment activity	126,761	0	0	126,761
Income from Fund Services	0	32,524	(1,005)	31,520
Income from Fund Services and investment activity	126,761	32,524	(1,005)	158,280
Other income/expense items	(8,767)	(18,613)	1,005	(26,376)
Earnings before tax (segment result)	117,993	13,911	0	131,904
Income taxes				(731)
Earnings after taxes				131,174
Net income attributable to other shareholders				(7)
Net income				131,167
Financial assets	492,821			
Other financial instruments	31,122			
Financial resources ²	159,301			
Credit liabilities	(60,500)			
Net asset value	622,744			
Assets under management or advisory³		2,643,357		

1 A synthetic internal administration fee for DBAG ECF is calculated for the Private Equity Investments segment and taken into account when determining segment results. The fee is based on DBAG's co-investment interest.

2 The financial resources are used by DBAG for investments in equity or equity-like instruments. They contain the line items "Cash and cash equivalents" and, if applicable, "Long-term securities" and "Short-term securities".

3 Assets under management or advisory comprises the funds invested in portfolio companies, other financial instruments and the financial resources of DBAG as well as the funds invested in portfolio companies and the callable capital commitments of the funds managed or advised by DBAG.

SEGMENTAL REPORTING 1ST TO 3RD QUARTER 2019/2020 AND AS AT 30 SEPTEMBER 2020

€'000	Private Equity Investments	Fund Investment Services	Group Reconciliation ¹	Group 1st to 3rd quarter 2019/2020
Net income from investment activity	(25,295)	0	0	(25,295)
Income from Fund Services	0	21,354	(956)	20,397
Income from Fund Services and investment activity	(25,295)	21,354	(956)	(4,898)
Other income/expense items	(5,952)	(14,753)	956	(19,749)
Earnings before tax (segment result)	(31,247)	6,600	0	(24,646)
Income taxes				17
Earnings after taxes				(24,629)
Net income attributable to other shareholders				(7)
Net income				(24,636)
Financial assets	390,741			
Other financial instruments	25,988			
Financial resources ²	18,367			
Credit liabilities	(13,100)			
Net asset value	421,997			
Assets under management or advisory³		2,582,562		

1 See footnote 1 in the preceding table

2 See footnote 2 in the preceding table

3 See footnote 3 in the preceding table

OTHER INFORMATION

Forward-looking statements bear risks

This quarterly Statement contains statements on the future development of Deutscheeteiligungs AG. They reflect the current views of the management of Deutscheeteiligungs AG and are based on relevant plans, estimates and expectations. Please note that the statements are subject to certain risks and uncertainty factors which may mean that the actual results vary materially. Although we believe these forward-looking statements to be realistic, there can be no guarantees that the contents of these statements will come to fruition.

Disclaimer

The figures in this quarterly statement are generally presented in thousands or millions of euros. Rounding differences may occur between the amounts presented and their actual value, but these are of an insignificant nature. The quarterly statement is published in English and German. The German version of this report shall be authoritative.

Updated: 5 August 2021

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Registered office: Frankfurt/Main

– entered in the commercial register of the Frankfurt/Main Local Court

under commercial register number B 52 491

FINANCIAL CALENDAR

8 SEPTEMBER 2021

SRC Forum, Frankfurt/Main

22 SEPTEMBER 2021

Baader Investment Conference, Munich

2 DECEMBER 2021

Publication of the consolidated financial statements for 2020/2021
Analysts' conference, Frankfurt/Main

17 FEBRUARY 2022

Annual General Meeting 2022, Frankfurt/Main

INFORMATION FOR SHAREHOLDERS

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