



PV Crystalox Solar plc  
2018 Preliminary Results

21 March 2019

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- **Wafer shipment volumes at 47MW (2017: 146MW)**
  - 3MW wafer inventory remaining at end 2018 is now cleared
- **Multicrystalline wafer production operations terminated in Germany**
  - Production ceased in April
  - Significant reduction in employees-following negotiations with workers council
  - 20 employees now remaining following restructuring
- **UK closure completed following production shutdown in 2017**
  - All production buildings cleared and all leases surrendered
  - One employee remains-dealing with residual trading and administration
- **Settlement agreement concluded following ICC arbitration award**
  - All claims and obligations under the wafer supply contract and arbitration award settled
  - Customer agreed to make payments totalling €28.8m and waive right for delivery of wafers
  - €14.5m received on 8 May and final payment of €14.3m received on 30 November 2018

- Transformation of the business in Germany
  - Applying our wire sawing expertise to cutting of high technology ceramics /optical materials
  - Funded PV related R&D activities continue
  - Downsizing of operational facilities
- Board will no longer pursue acquisitions
  - Now working on orderly resolution of Group's affairs
- £38.5 million cash return to shareholders
  - Capital reduction equivalent to 24 pence per share
  - Payment expected to be completed by end H1 2019



## Financials

- Revenues €6.3m (2017: €26.4m)
- EBT €1.6m (2017: €12.0m)
- Net cash generated from/(used in) operating activities €27.7m (2017: €(1.2)m)
- Net cash €54.0m (2017: €26.9m)
- Inventories €0.1m (2017: €3.9m)

# Financial Overview

(€'000)	2018	2017
<b>Revenues</b>	<b>6,308</b>	<b>26,364</b>
Cost of materials and services	(7,378)	(24,681)
Overheads	(7,247)	(13,554)
Other income	9,556	23,800
Currency gain	325	33
<b>EBIT</b>	<b>1,564</b>	<b>11,962</b>
Net finance income	64	40
<b>Earnings before taxes (EBT)</b>	<b>1,628</b>	<b>12,002</b>
Income taxes	(264)	(1,084)
<b>Profit from operations</b>	<b>1,364</b>	<b>10,918</b>
<b>Earnings per share (Euro cents)</b>	<b>0.9</b>	<b>6.9</b>

# Summary consolidated balance sheet

(€m)	31-Dec-18	31-Dec-17
Current Assets	54.7	55.1
Non-current Assets	0.0	1.1
<b>Total Assets</b>	<b>54.7</b>	<b>56.2</b>
Current Liabilities	2.4	4.5
Share Cap & Reserves	52.3	51.7
<b>Total Liabilities and Shareholder Equity</b>	<b>54.7</b>	<b>56.2</b>



# Cash flows

<b>Summary cash flow analysis (€m)</b>	<b>2018</b>	<b>2017</b>
Operating cash pre-working capital after taxes	1.5	13.8
Changes in working capital	26.3	(15.0)
Exchange difference	(0.7)	(1.0)
Net cash flows from investing activities	0.0	0.3
<b>Net change in cash in period</b>	<b>27.1</b>	<b>(1.9)</b>
Cash and equivalents, start of year	26.9	28.8
Cash and equivalents, end of period	54.0	26.9



## Outlook

- Capital return of £38.5 million to be completed by end-June 2019
  - Conditional on shareholder approval
  - General Meeting expected to be held in May 2019
  - Further information will be provided in a circular to shareholders
- Board will consider options available to maximise any value from listing of Group's shares on the Official List
  - Possibility of delisting will also be given consideration
- Focus on completing transformation of manufacturing operation in Germany
- Any further cash return will be strongly dependent on developments in German business



Q&A