

Report of the Board of Directors on the Company's business activity for 2020 and the Company's financial position

There were significant changes in the operation of AutoWallis during financial year 2020. 2020 was a year full of challenges, primarily due to the negative economic impacts of the COVID-19 pandemic. However, the business figures of AutoWallis and the six significant business development projects and acquisitions announced during 2020 demonstrate that organic growth and expansion by acquisition are possible even in such an adverse environment. Thanks to significant interest, the bond issue of AutoWallis under the Bond Funding for Growth Scheme ended with oversubscription in April, and the bonds, which have a total face value of HUF 3 billion, were transferred in October. In order to finance its plans for growth, the Company carried out a capital increase by way of a private placement for HUF 1.4 billion in December with the involvement of three well-known Hungarian institutional investors.

Both separate IFRS financial statements and consolidated IFRS financial statements were prepared for the financial year 2020.

According to the Company's separate IFRS financial statements, the pre-tax profit for 2020 was thHUF 912,036, while the overall profit or loss was a profit of thHUF 910,530.

According to the consolidated IFRS financial statements, the pre-tax profit for 2020 was a loss of thHUF 410,497, and the overall profit or loss was a loss of thHUF -658,135. EBITDA was at thHUF 2,139,482.

The Company's equity according to the separate IFRS financial statements increased from thHUF 16,463,427 as at 31 December 2019 to thHUF 21,056,508. The amount of equity according to the consolidated IFRS financial statements changed from thHUF 5,105,346 to thHUF 9,177,911 as at 31 December 2020.

Budapest, 30 March 2021

AutoWallis
Nyilvánosan Működő Részvénytársaság
Müllner Zsolt
Chairman of the Board of Directors

