

Result review January–December 2021

Sami Sivuranta
President and CEO
Componenta Corporation

Finland's leading contract manufacturer of metal components

Result for January–December 2021

Componenta's profitability

- Profitability clearly improved and operational development continued to be positive.
- EBITDA improved clearly amounting to EUR 5.0 million (EUR 3.7 million).
- Profitability was some burdened by rising material purchase prices and electricity, as well as challenges related to the availability of labor.
- Net sales continued to grow due to successful new sales, increased market shares and a general market recovery.
- Cash flow from operating activities was EUR 2.8 million (EUR 6.4 million).

Financing

- The Group's cash and cash equivalents at the end of December were EUR 5.2 million (EUR 16.8 million, including approximately EUR 9.5 million from the issue).
- The Group had unused and binding credit commitments of EUR 4.0 million and a subscription limit of USD 8.0 million.
- After the end of the financial year 2021, the Group's liquidity has remained good.

Market situation

- All of the Group's restructuring programs were terminated prematurely.
- The order book is at a very strong level.
- The crisis in Ukraine will not have a direct impact on Componenta's operations.
- Challenges to the availability of materials and rising purchase prices continue.

January–December 2021

- Net sales increased clearly to EUR 87.3 million (EUR 70.0 million).
- EBITDA improved clearly amounting to EUR 5.0 million (EUR 3.7 million).
- The operating result was EUR 0.0 million (EUR -2.0 million).
- Cash flow from operating activities was EUR 2.8 million (EUR 6.4 million).

Topical during the reporting period

Personnel and own actions

- Flexibility, resilience and commitment of our own personnel
- Ability to react and successful acquisition
- Challenges to labor supply

Customers and order book

- Sales success and increasing market share
- Maintaining service capability
- Index-linked main commodities and other sales price changes
- Strong order book and positive market outlook

Operating environment

- General economic recovery
- General availability of materials and cost development – preparedness
- Energy and freight costs and electronic components



Net sales by customer segments

Machine building

45 % (43 %)



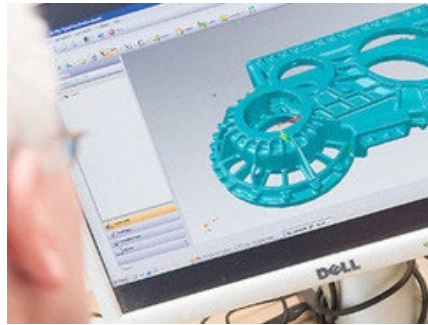
Agricultural and forestry machinery

36 % (33 %)



Energy industry

8 % (10 %)



Defense equipment industry

4 % (7 %)



Other industries

7 % (7 %)

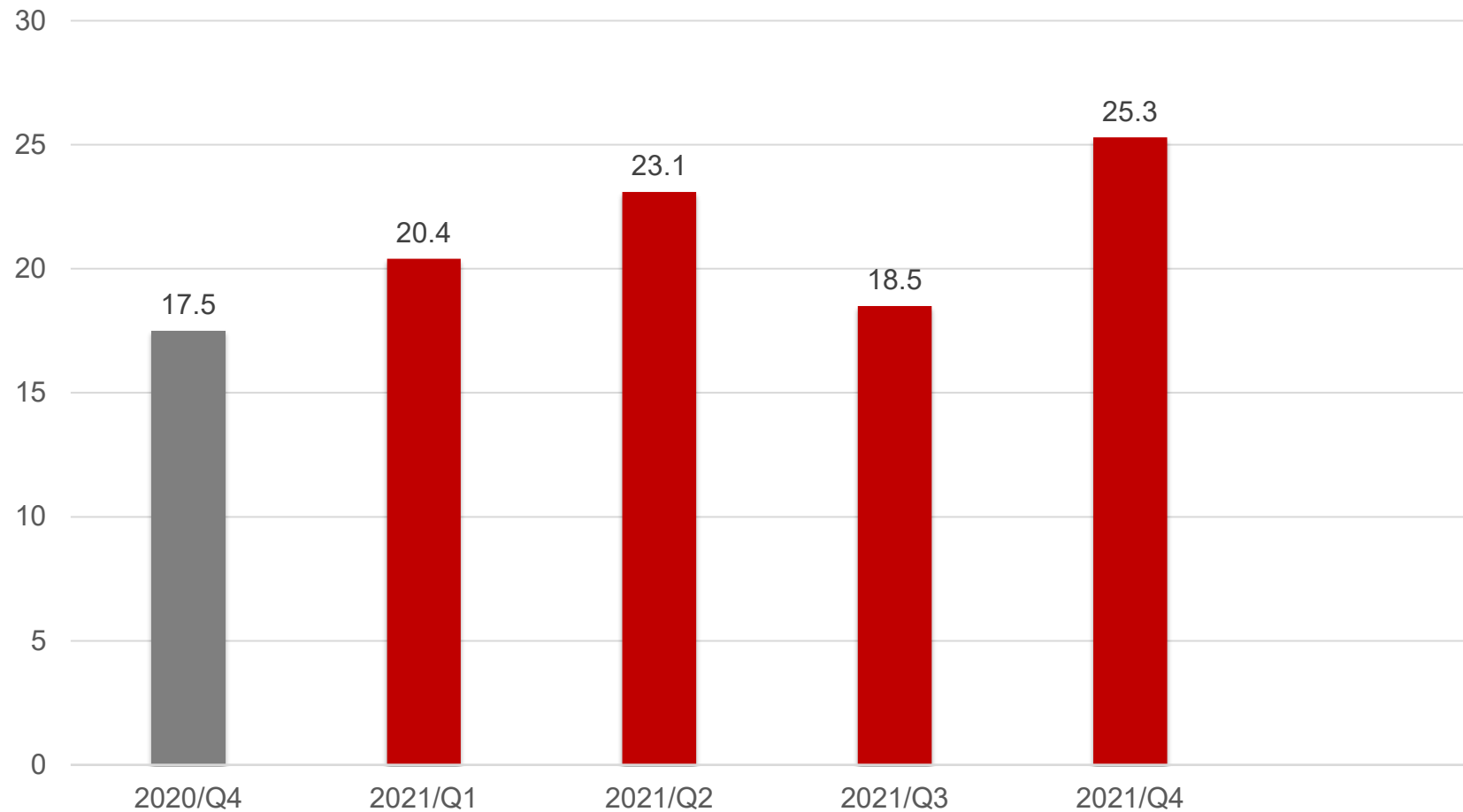


The figures for 2020 are in parentheses as a reference figure.

Net sales

Continued operations

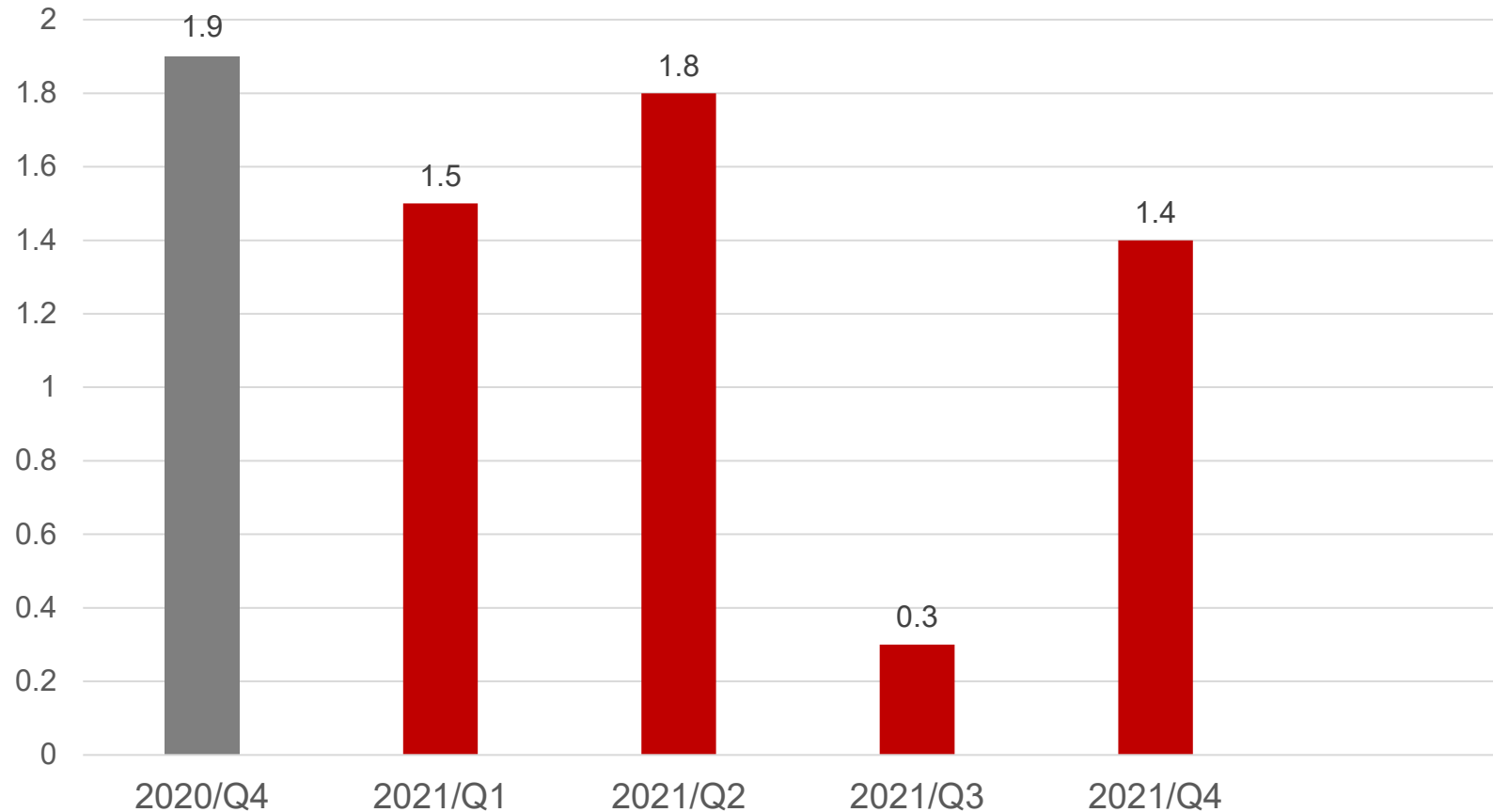
EUR, million



EBITDA

Continued operations

EUR, million

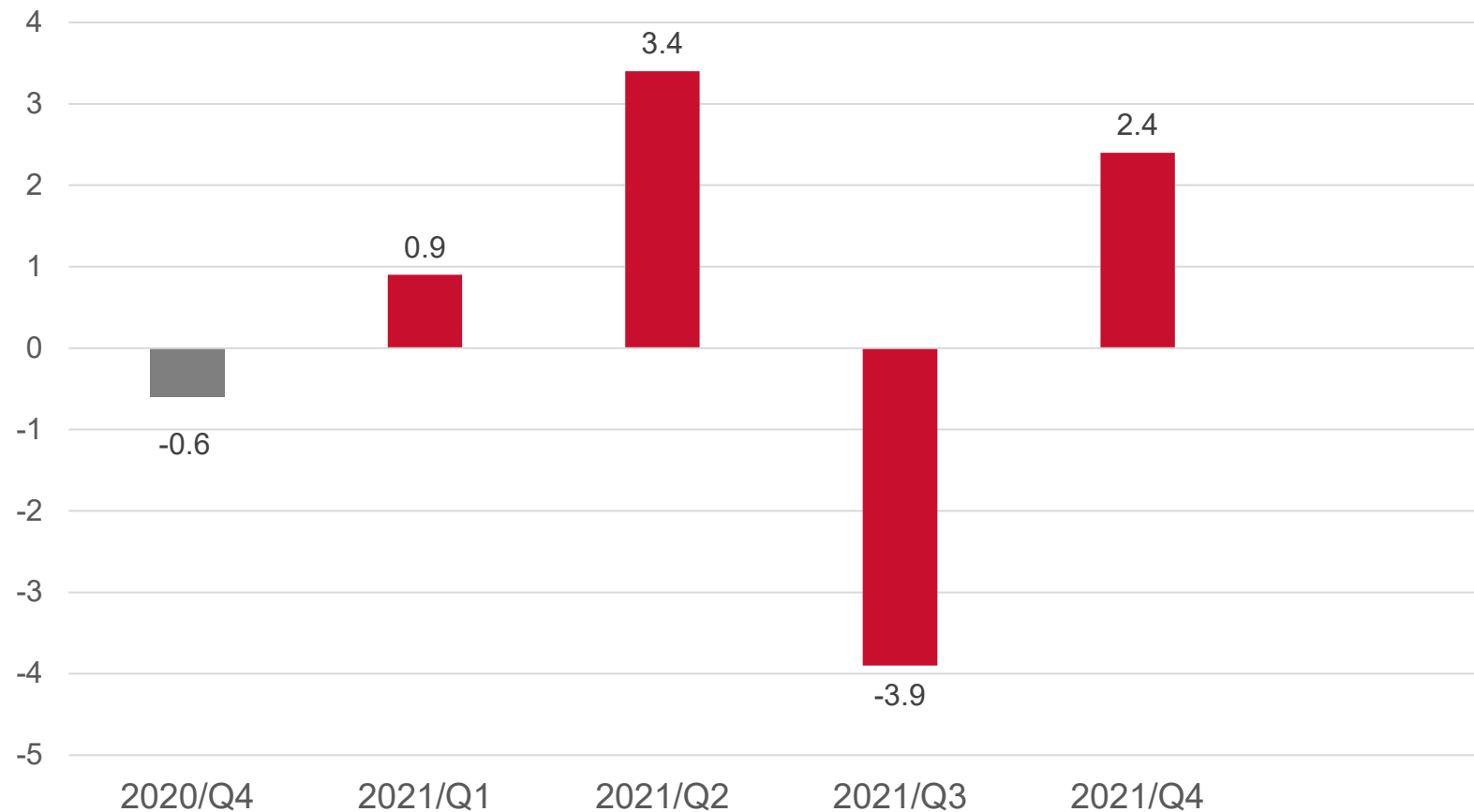


Comparability: 2020/
Q4 including non-
recurring items of
EUR 0.6 million

Cash flow from operating activities

Continued operations

EUR, million



Restructuring programs ended prematurely

- On March 31, 2021, Componenta Corporation made payments to its creditors of EUR 5.9 million and the restructuring program ended on April 27, 2021 with the final report on the restructuring program issued by the supervisor.
- On October 15, 2021, Componenta Castings Oy made payments of EUR 5.6 million to its creditors and the restructuring program ended on October 22, 2021 with the final report on the restructuring program issued by the supervisor.
- All of Componenta Group's restructuring programs have now ended.

Componenta in brief

Component contract manufacturing

Customers are global manufacturers of vehicles, machines and equipment.

Key figures

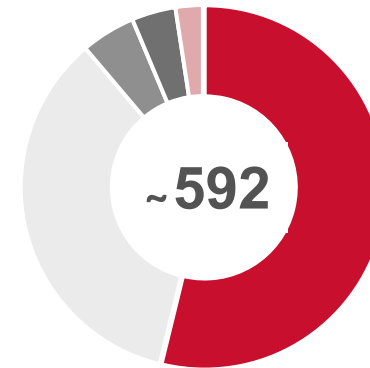
(continued operations)

	1-12/2021	1-12/2020
• Net sales, EUR million	87.3	70.0
• EBITDA, EUR million	5.0	3.7
• Operating profit, EUR million	0.0	-2.0
• Cash flow from operating activities, EUR million	2.8	6.4

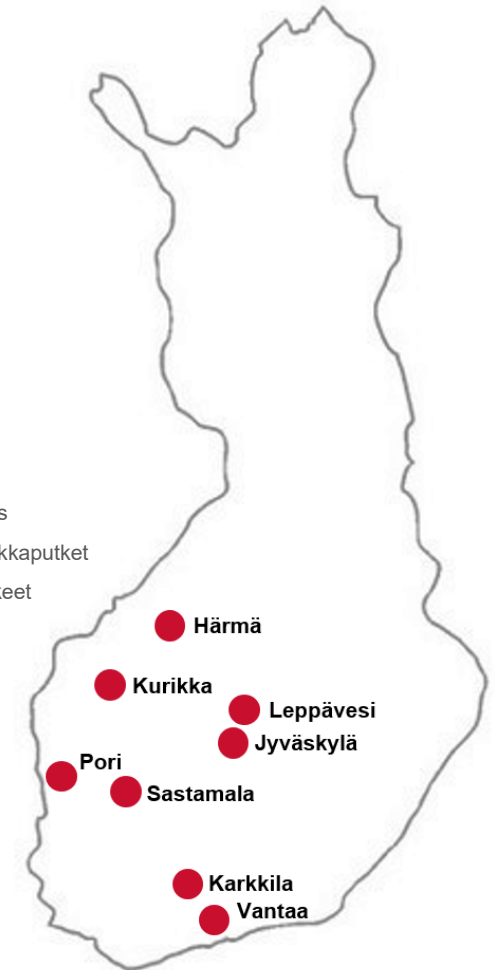
Guidance 2022

Componenta expects the net sales of continued operations in 2022 to be EUR 90–105 million. EBITDA is expected to improve from the previous year.

Personnel



- Valimot
- Koneistus
- Hydrauliiikkaputket
- Levyleikkeet
- Takomo



In focus in 2022

- Labor availability and resourcing to ensure capacity
- Challenges to the availability of materials, rising purchase prices and the price of electricity
- Our goal is to be the primary total supplier of contract manufacturing
- Continuous improvement of profitability
 - We will continue to invest in strengthening our market position
 - Development of own operations, occupational safety and targeted investments
 - From a technology-centric approach to a deeper customer orientation
 - In our customer relationships, we invest in active dialogue and maintaining customer satisfaction

Sustainability highlights in 2021



We improved energy efficiency in our production plants through investments in machinery and equipment:

- The renewal of the air compressor in Leppävesi has reduced energy consumption by 36%
- The renewal of the water hydraulic system in Jyväskylä has improved energy efficiency.

We renewed the lighting in many of our units through LED technology, which further improves safety at work and energy efficiency.

We increased the use of air source heat pumps in heating the office facilities at our production plant in Härmä, and we recovered waste heat from production equipment for heating.

We participated in the preparation of European BAT specification updates for foundries in a national industry group.

We participated in the Oskava project for the casting product industry by preparing a carbon footprint calculator and indicators for iron foundry operations as a collaborative effort.

We reduced noise by equipping the fans with casings at our filtration plant in Pori.

With our partners, we developed the further processing of waste sand, which is a production side stream, and explored new uses for recycled sand.

We had the OHSAS occupational safety systems in our foundries certified by a third party to ensure compliance with ISO 45001 occupational health and safety systems.

We repaid all our restructuring debt prematurely.

We introduced a group-level occupational safety application, implemented a safety observation campaign and promoted the harmonisation of occupational safety processes by creating a machine-specific risk identification model.

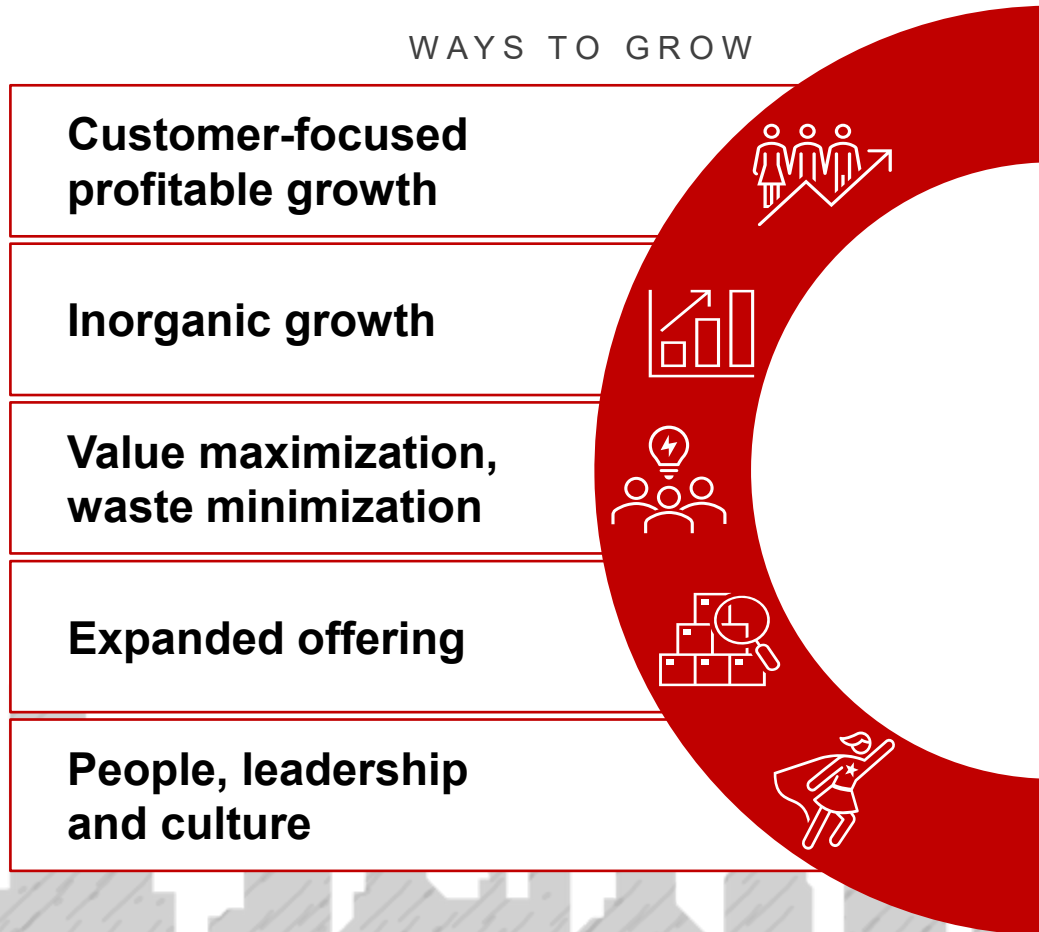


Componenta's strategy 2020–2023

COMPONENTA 2020

High level of service
Wide range of offering
Close customer relationships

WAYS TO GROW



**COMPONENTA 2023:
WHAT WE WILL BE**

We have reached our targets for growth and profitability.

We know our customers. We are their first choice partner and preferred supplier.

Our competitive edge consists of high quality service, sustainability, even wider offering, strong customer focus and capable people.

CHANGES SHAPING OUR WORLD

Consolidation of businesses

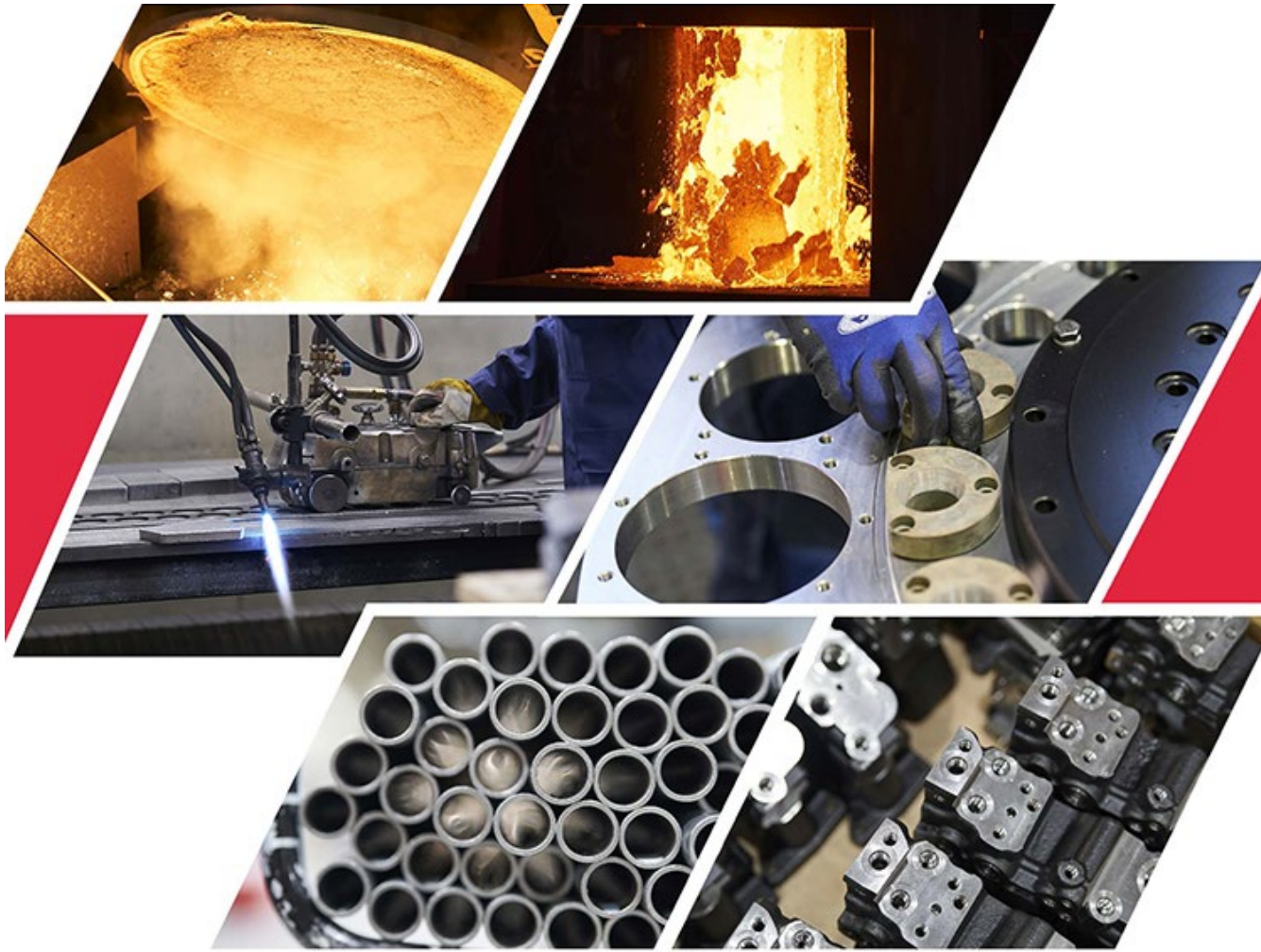
Changes in competitive advantages

Changes in global trade and supply chains

Changes in labour market

Automation and Industry 4.0

Environmental awareness and regulation



Thank you!