

Half-Year
Report

20
21



MEYER BURGER

Key Figures

Consolidated Income Statement

in TCHF	1.1–30.6.2021	1.1–30.6.2020
Net sales	17 966	restated ⁴ 51 015
Operating income after costs of products and services ¹	14 231	18 866
in % of net sales	79.2%	37.0%
EBITDA ²	–30 916	–25 493
in % of net sales	–172.1%	–50.0%
EBIT ³	–34 113	–31 305
in % of net sales	–189.9%	–61.4%
Net result	–37 228	–37 390

¹ “Operating income after costs of products and services” corresponds to total income including other operating income, e.g. gain from sale of group companies less changes in inventories or finished and semi-finished products and machines before acceptance, cost of products and work in progress and capitalized goods and services.

² “EBITDA” corresponds to the operating result (EBIT) before depreciation on tangible fixed assets and amortization on intangible assets and goodwill, the financial result, the result from investment in associates, the non-operating result and income taxes.

³ “EBIT” corresponds to the operating result, before the financial result, the result from investment in associates, the non-operating result and income taxes.

⁴ The consolidated income statement for the period 1.1.–30.6.2020 was restated as outlined in note 2.4 of the consolidated financial statements for the half-year 2021.

Consolidated Balance Sheet

in TCHF	30.6.2021	31.12.2020
Total assets	273 521	296 807
Current assets	150 600	222 964
Non-current assets	122 921	73 843
Current liabilities	43 972	34 302
Non-current liabilities	4 616	2 733
Equity	224 933	259 772
Equity ratio	82.2%	87.5%

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The Half-Year Report 2021 is available on the company website:
www.meyerburger.com/en/investors/financial-reports-publications/

Meyer Burger Group

Meyer Burger has started production of high-performance solar cells and solar modules in 2021. Its proprietary heterojunction/ SmartWire technology enables the company to set new industry standards in terms of energy yield. With solar cells and modules developed in Switzerland and manufactured in Germany according to high sustainability standards, Meyer Burger aims to become a leading European photovoltaic company.

The company currently employs around 800 people at research facilities in Switzerland, development and manufacturing sites in Germany and sales offices in Europe, the USA and Asia. The registered shares of Meyer Burger Technology Ltd are listed on the SIX Swiss Exchange (ticker: MBTN).



The factory gate in Thalheim opens.

Virtual opening of Europe's largest solar module plant in Freiberg.



As a provider of production systems, the company has shaped the development of the global photovoltaic industry along the entire value chain in recent decades and has set essential industry standards. A large part of the solar modules produced worldwide today are based on technologies developed by Meyer Burger.



The solar module plant in Freiberg offers more than 200 new, highly qualified jobs.



PV – the latest generation!

Letter to Shareholders

Dear Shareholders

Together with you, our company Meyer Burger made a bold decision in the summer of 2020 – for nothing less than a reinvention of the company. One year later, we can report that we leverage your trust in the company and its employees and were able to achieve important milestones in line with our plan. On behalf of all Meyer Burger employees, we, the Board of Directors and the Executive Board, would like to sincerely thank you for this opportunity! With all delight towards the current achievements, we are aware that we are only at the beginning of the journey to firmly establish Meyer Burger as a European premium module manufacturer in the market and to implement our ambitious growth targets.

Key milestones achieved early

In the summer of 2020, we had undertaken the goal of opening a cell and module factory by the first half of 2021, launching our premium product to the market, and after winning customers through a new sales organization already selling substantial volumes of our product. We intended to secure financing for further expansion by raising debt capital by 2022. As of today, we have achieved all of these goals.

In May 2021, Meyer Burger opened its new SmartWire fabrication line for the production of high-performance solar modules in Freiberg. In just eight months, we converted Europe's largest existing module assembly facility into the most modern plant of its kind. At the same time, Meyer Burger opened the production of heterojunction solar cells in Thalheim (Bitterfeld-Wolfen), which we completely rebuilt in an existing factory setting. Around 350 sustainable and highly qualified jobs have been created at the two sites so far. Meyer Burger currently employs a total of around 800 employees.

Sehr geehrte Aktionärinnen, sehr geehrte Aktionäre

Unser Unternehmen Meyer Burger hat gemeinsam mit Ihnen im Sommer 2020 eine mutige Entscheidung getroffen – für nichts Geringeres als eine Neuerfindung des Unternehmens. Wir können ein Jahr später berichten, dass wir Ihr Vertrauen in das Unternehmen und seine Mitarbeiter und Mitarbeiterinnen nutzen und im Einklang mit unserem Plan wichtige Etappenziele erreichen konnten. Dafür danken wir, der Verwaltungsrat und die Geschäftsleitung, im Namen aller Mitarbeitenden von Meyer Burger auf das Herzlichste! Bei aller Freude über das Erreichte sind wir uns bewusst, dass wir erst am Anfang des Weges stehen, Meyer Burger als europäischen Premium-Modulhersteller fest im Markt zu etablieren und unsere ambitionierten Wachstumsziele umzusetzen.

Wesentliche Meilensteine frühzeitig erreicht

Wir hatten uns im Sommer 2020 vorgenommen, bis zum Halbjahr 2021 eine Zell- und Modulfabrik zu eröffnen, unser Premium-Produkt in den Markt einzuführen und nach Gewinnung von Kunden durch eine neue Vertriebsorganisation bereits substanzielle Volumina unseres Produkts zu verkaufen. Bis zum Jahr 2022 wollten wir mit der Aufnahme von Fremdkapital die Finanzierung für den weiteren Ausbau sicherstellen. Alle diese Ziele haben wir Stand heute erreicht.

Im Mai 2021 eröffnete Meyer Burger ihre neue SmartWire Fertigungslinie zur Produktion von Hochleistungs-Solarmodulen in Freiberg. In nur acht Monaten haben wir die grösste bestehende Modulproduktion Europas in die modernste Anlage ihrer Art umgerüstet. Zeitgleich eröffnete Meyer Burger in Thalheim (Bitterfeld-Wolfen) die Fertigung der Heterojunction-Solarzellen, welche wir in einem Bestandsgebäude vollständig neu aufgebaut haben. An den beiden Standorten sind bisher rund



Left:
Franz Richter
Chairman
Meyer Burger
Technology Ltd



Right:
Gunter Erfurt
Chief Executive
Officer
Meyer Burger
Technology Ltd

In April 2021, we unveiled our new high-performance solar module for the rooftop segment to great customer interest. The first binding orders were received from distributors shortly thereafter, and since then further order volumes from our now around 30 customers in Europe and the USA have developed very encouragingly. Following the start of the production ramp-up in June and successful certification, we were able to start shipping the first modules as expected at the end of July. The production ramp-up has faced delays of a few weeks and has not yet been completed, which is why our production volume is currently still limited. We continuously coordinate delivery dates in direct dialogue with our customers along with our increasing production capacity to satisfy all demand to the best of our abilities. As of today, we are completely sold out with the orders on hand until far into the fourth quarter 2021.

While our high-performance solar modules were not yet physically visible on the market until the first deliveries, they have arrived there in the meantime. Flanked by a marketing campaign and systematic sales activities, we expect further increase in demand and a steady flow of orders from our wholesale partners.

Financing secured for mid- and long-term capacity expansion

Already by July 2021, we were able to secure our financing for an accelerated expansion of production capacity. This enables us to achieve critical economies of scale more quickly and to also utilize our internal manufacture of production equipment more continuously and thus to operate more efficiently.

350 nachhaltige und hoch qualifizierte Arbeitsplätze entstanden. Insgesamt beschäftigt Meyer Burger derzeit rund 800 Mitarbeitende.

Bereits im April 2021 haben wir unter hohem Kundeninteresse unser neues Hochleistungs-Solarmodul für das Dachanlagen-Segment vorgestellt. Die ersten verbindlichen Bestellungen trafen kurz danach vom Grosshandel ein, und seitdem haben sich die weiteren Bestellungen von unseren inzwischen rund 30 Kunden aus Europa und den USA sehr erfreulich entwickelt. Nach dem Beginn des Hochfahrens der Produktion im Juni und erfolgreicher Zertifizierung konnten wir mit der Auslieferung erster Module Ende Juli beginnen. Der Produktionshochlauf hat sich um wenige Wochen verzögert und ist noch nicht abgeschlossen, weshalb aktuell unsere Produktionsmenge noch eingeschränkt ist. Wir stimmen kontinuierlich im Dialog mit unseren Kunden die Auslieferungstermine mit der zunehmenden Produktionskapazität ab, um die Nachfrage so gut wie möglich zu befriedigen. Wir sind mit den vorliegenden Bestellungen Stand heute bis weit ins vierte Quartal 2021 hinein vollständig ausverkauft.

Während unsere Hochleistungs-Solarmodule bis zur ersten Auslieferung noch nicht physisch im Markt sichtbar waren, sind sie mittlerweile dort angekommen. Flankiert durch eine Marketingkampagne und systematische vertriebliche Aktivitäten erwarten wir eine weitere Zunahme der Nachfrage und kontinuierlich weiter eingehende Bestellungen unserer Grosshandelspartner.

Finanzierung für den mittel- und langfristigen Aufbau der Kapazitäten gesichert

Bereits bis Juli 2021 konnten wir unsere Finanzierung für einen beschleunigten Ausbau der Produktionskapazität sichern. Dies ermöglicht es uns, schneller kritische Skaleneffekte zu erreichen und

With the syndicated loan agreement of EUR 125 million, the factoring agreement of EUR 60 million, and additional funds from the recent capital market transactions, we plan to reach 1.4 GW of cell and module production capacity each as early as at the end of 2022, and thus also to close the gap between module and cell capacity. An annual module production capacity of approximately 1 GW is planned in Freiberg and approximately an initial 0.4 GW at a second, expandable module production site, currently being selected.

Capital market transactions included the proceeds of CHF 80 million from the issuance of new registered shares through an accelerated book building, and the placement of an EUR 145 million green convertible bond due 2027. The funds raised will be used for the construction of the second module factory and provide additional financial flexibility for further expansion. This flexibility is advantageous for Meyer Burger's further development in view of the prevailing bottlenecks in the global supply chains.

Expansion of the product portfolio and road map

As part of the capacity expansion, we plan to offer special solar modules with our high-performance technology for the globally growing solar power plant segment at the end of 2022.

We also were able to further develop our next-generation heterojunction technology (heterojunction/IBC) towards production readiness. We have produced the first modules of marketable size and demonstrated a module efficiency of 24.7% in a proof of concept. This figure represents one of the highest module efficiencies ever achieved with silicon technology and confirms Meyer Burger's claim of technology leadership.

In addition, we plan to expand our product portfolio from the second half of 2022 to include innovative solar roof tiles that can be as easily installed as traditional roof tiles. To this end, we were able to acquire a solution including certifications and German national technical approval from a German engineering service provider. Meyer Burger's new solar roof is to be presented for the first time at the Intersolar trade fair in Munich from 6–8 October 2021.

auch unsere eigene Fertigung von Produktionsequipment kontinuierlicher auszulasten und damit effizienter zu operieren.

Mit dem Konsortialkreditvertrag über EUR 125 Millionen, dem Factoringvertrag über EUR 60 Millionen und zusätzlichen Mitteln aus den jüngsten Kapitalmarkttransaktionen planen wir, bereits Ende 2022 je 1,4 GW Zell- und Modulproduktionskapazität zu erreichen und damit auch die Lücke zwischen Modul- und Zellkapazität zu schliessen. Geplant ist eine jährliche Modulproduktionskapazität von rund 1 GW in Freiberg und zunächst rund 0,4 GW an einem zweiten, ausbaufähigen Modulproduktionsstandort, welcher derzeit ausgewählt wird.

Die Kapitalmarkttransaktionen umfassten die Einnahme von CHF 80 Millionen durch die Ausgabe neuer Namenaktien im Rahmen eines beschleunigten Bookbuildings, sowie die Platzierung einer grünen Wandelanleihe mit Fälligkeit 2027 in Höhe von EUR 145 Millionen. Die eingenommenen liquiden Mittel dienen der Errichtung der zweiten Modulfabrik und sorgen für zusätzliche finanzielle Flexibilität im weiteren Ausbau. Diese Flexibilität ist in Anbetracht der vorherrschenden Engpässe in den globalen Lieferketten von Vorteil für die weitere Entwicklung von Meyer Burger.

Erweiterung des Produktportfolios und der Roadmap

Im Rahmen der Kapazitätserweiterung planen wir, Ende 2022 spezielle Solarmodule mit unserer Hochleistungs-Technologie für das weltweit wachsende Solarkraftwerk-Segment anzubieten.

Auch unsere Heterojunction-Technologie der nächsten Generation (Heterojunction/IBC) konnten wir weiter in Richtung Produktionsreife entwickeln. Dabei haben wir erste Module mit marktüblicher Grösse hergestellt sowie in einem «Proof-of-Concept» eine Moduleffizienz von 24.7% nachgewiesen. Dieser Wert zählt zu den höchsten jemals erzielten Moduleffizienzen auf Basis von Silizium-Technologie und bestätigt Meyer Burgers Anspruch auf Technologieführerschaft.

Unser Produkt-Portfolio planen wir darüber hinaus ab dem zweiten Halbjahr 2022 um innovative Solar-Dachziegel zu erweitern, die wie traditionelle Dachziegel einfach montiert werden können. Wir konnten dazu eine zertifizierte und bauaufsichtlich zugelassene Lösung von einem deutschen Ingenieurdienstleister erwerben. Das neue Solardach von Meyer Burger soll auf der Fachmesse Intersolar vom 6. bis 8. Oktober 2021 in München erstmals vorgestellt werden.

Strengthening the team

The Annual General Meeting on 4 May 2021 elected Urs Schenker to the Board of Directors of Meyer Burger Technology Ltd. The lawyer has extensive experience in the areas of restructuring, financing, capital markets, M&A and corporate law. He works as an attorney at Walder Wyss AG in Zurich and is a titular professor for commercial and business law at the University of St.Gallen. Urs Schenker replaces Urs Fähndrich on the board, who did not stand for re-election.

In June, the Board of Directors appointed Katja Tavernaro to the Executive Committee. She takes up the newly created function of Chief Sustainability Officer (CSO) and is responsible for Human Resources, Legal & Compliance, and ESG (Environmental, Social, Governance) within the Group. As a lawyer and trained HR manager, she already served as Managing Director of Meyer Burger (Germany) GmbH since 2016. With the new function of Chief Sustainability Officer, the Board of Directors wants to ensure that a coherent ESG strategy is implemented throughout the company that enables Meyer Burger to set new standards in the industry in terms of sustainability.

Results reflect the transition phase

As expected, the results for the first half of 2021 reflect the strategic realignment of the business model. While sales under the old business model are phasing out with a total of CHF 18.0 million (H1 2020: CHF 51.0 million), we generated the first sales of solar modules only at the beginning of the second half of 2021.

Personnel costs decreased with a total of CHF 27.7 million in the first half of 2021 (H1 2020: CHF 31.1 million). The restructuring measures of the past definitely showed an effect, although the headcount was increased for the implementation of the new strategy and thus in particular in the buildup of the new production at the same time. The operational upswing was also reflected in the increase in operating costs to CHF 17.5 million (H1 2020: CHF 13.2 million).

The EBITDA generated amounted to CHF –30.9 million (H1 2020 restated: CHF –25.5 million). Including depreciation, amortization and impairment, the financial result as well as the proportionate result of associated companies and taxes, the result for the half-year was CHF –37.2 million (H1 2020 restated: CHF –37.4 million).

Stärkung des Teams

Die ordentliche Generalversammlung vom 4. Mai 2021 wählte Urs Schenker in den Verwaltungsrat der Meyer Burger Technology AG. Der Rechtsanwalt verfügt über grosse Erfahrung in den Bereichen Restrukturierungen, Finanzierungen, Kapitalmarkt, M&A und Gesellschaftsrecht. Er ist als Anwalt bei Walder Wyss AG in Zürich tätig und ist Titularprofessor für Handels- und Wirtschaftsrecht an der Universität St.Gallen. Urs Schenker ersetzt im Gremium Urs Fähndrich, der sich nicht zur Wiederwahl stellte.

Im Juni hat der Verwaltungsrat Katja Tavernaro in die Geschäftsleitung berufen. Sie übt die neu geschaffene Funktion des Chief Sustainability Officer (CSO) aus und ist innerhalb der Gruppe für die Bereiche Personal, Legal & Compliance sowie ESG (Environmental, Social, Governance) zuständig. Seit 2016 ist die Juristin und ausgebildete Personalmanagerin bereits Geschäftsführerin der Meyer Burger (Germany) GmbH. Mit der neuen Funktion des Chief Sustainability Officer will der Verwaltungsrat sicherstellen, dass eine kohärente ESG-Strategie im ganzen Unternehmen umgesetzt wird und dass Meyer Burger in puncto Nachhaltigkeit in der Branche neue Standards setzen kann.

Ergebnisse reflektieren die Transitionsphase

Die Resultate des ersten Halbjahres 2021 reflektieren erwartungsgemäss die strategische Neuausrichtung des Geschäftsmodells. Während die Umsätze unter dem alten Geschäftsmodell mit insgesamt CHF 18.0 Millionen (H1 2020: CHF 51.0 Millionen) ausliefen, haben wir erst zu Beginn des zweiten Halbjahres 2021 die ersten Umsätze mit Solarmodulen erzielen können.

Die Personalkosten sanken auf insgesamt CHF 27.7 Millionen (H1 2020: CHF 31.1 Millionen). Die Restrukturierungsmassnahmen der Vergangenheit zeigten also Wirkung, obwohl gleichzeitig der Personalbestand für die Umsetzung der neuen Strategie, insbesondere für den Aufbau der neuen Fertigung, erhöht wurde. Der operative Aufschwung spiegelte sich auch im Anstieg der operativen Kosten auf CHF 17.5 Millionen (H1 2020: CHF 13.2 Millionen).

Das erwirtschaftete EBITDA betrug CHF –30.9 Millionen (H1 2020 angepasst: CHF –25.5 Millionen). Mit Abschreibungen und Wertberichtigungen, dem Finanzergebnis sowie dem anteiligen Ergebnis assoziierter Unternehmen und Steuern ergab sich ein Halbjahresergebnis von CHF –37.2 Millionen (H1 2020 angepasst: CHF –37.4 Millionen).

The capital increase and the green convertible bond only became effective in July 2021 and are accordingly not yet included in the balance sheet as of 30 June 2021. Likewise, the existing syndicated loan agreement and the factoring facility were utilized as of 30 June 2021.

As of 30 June 2021, total assets amounted to CHF 273.5 million (31.12.2020: CHF 296.8 million) with an equity ratio of 82.2% (31.12.2020: 87.5%). The net cash position including bank balances with restricted use amounted to CHF 78.4 million (31.12.2020: CHF 157.0 million). Property, plant and equipment increased to CHF 89.1 million (31.12.2020: CHF 38.1 million) with cash effective investments in fixed assets of CHF 52.5 million as well as capitalized goods and services, mainly in connection with the buildup of the new production sites.

Current developments and outlook

In July 2021, Oxford Photovoltaics Limited (Oxford PV) unexpectedly terminated the collaboration agreement in place since 2019 for the joint development of technology for the mass production of perovskite tandem cells. Meyer Burger is currently reviewing legal options to enforce its rights. Any consequences of Oxford PV's announcement have no impact on the success of our transformation nor on our communicated guidance.

Demand for the service business for existing customers of production equipment is undergoing a decline as expected. Therefore in July 2021, we announced a restructuring of our Asian sites. This will optimize our global organizational structure in line with the realignment and strengthen the company's earning power.

There is a growing prospect that we can expect demand for solar energy to continuously explode globally. While it has taken just under 30 years to install approximately 800 GW of existing photovoltaic capacity, according to a BloombergNEF scenario, a total of approximately 20,000 GW of PV capacity will need to be added over the next 30 years to achieve carbon neutrality and reduce the risk of catastrophic climate change. Meyer Burger is ideally positioned to participate in this growth with leading technology in all market segments.

Die Kapitalerhöhung und die grüne Wandelanleihe sind erst im Juli 2021 bilanzwirksam geworden und dementsprechend in der Bilanz per 30. Juni 2021 nicht berücksichtigt. Ebenfalls wurden per 30. Juni 2021 der bestehende Konsortialkreditvertrag und der Factoringvertrag noch nicht genutzt.

Per 30. Juni 2021 lag die Bilanzsumme bei CHF 273.5 Millionen (31.12.2020: CHF 296.8 Millionen) mit einer Eigenkapitalquote von 82.2% (31.12.2020: 87.5%). Die Netto-Cash-Position inklusive Bankguthaben mit eingeschränkter Verfügbarkeit belief sich auf CHF 78.4 Millionen (31.12.2020: CHF 157.0 Millionen). Das Sachanlagevermögen erhöhte sich mit liquiditätswirksamen Investments von CHF 52.5 Millionen sowie durch aktivierte Eigenleistungen, vorwiegend im Zusammenhang mit dem Aufbau der neuen Produktionsstätten, auf CHF 89.1 Millionen (31.12.2020: CHF 38.1 Millionen).

Aktuelle Entwicklung und Ausblick

Im Juli 2021 kündigte Oxford Photovoltaics Limited (Oxford PV) unerwartet den seit 2019 bestehenden Kooperationsvertrag zur gemeinsamen Entwicklung der Technologie für die Massenfertigung von Perowskit-Tandemzellen auf. Meyer Burger prüft derzeit juristische Optionen zur Durchsetzung ihrer Rechte. Etwaige Folgen der Ankündigung von Oxford PV haben weder Einfluss auf den der Transformation noch auf die kommunizierte Guidance.

Die Nachfrage nach dem Servicegeschäft für Bestandskunden von Produktions-Equipment geht erwartungsgemäss zurück. Daher haben wir im Juli 2021 eine Restrukturierung unserer asiatischen Standorte bekanntgegeben. Damit optimieren wir die globale Organisationsstruktur entsprechend der Neuausrichtung und stärken die Ertragskraft des Unternehmens.

Es verdichtet sich immer mehr die Aussicht, dass wir global eine weiter explodierende Nachfrage nach Solarenergie erwarten können. Während es knapp 30 Jahre brauchte, um derzeit etwa 800 GW bestehende Photovoltaik-Kapazität zu installieren, werden laut einem Szenario von BloombergNEF in den kommenden 30 Jahren insgesamt weitere rund 20'000 GW PV-Kapazität zugebaut müssen, um CO₂-Neutralität zu erreichen und das Risiko katastrophalen Klimawandels zu reduzieren. Meyer Burger ist ideal positioniert, um mit führender Technologie an diesem Wachstum in allen Marktsegmenten zu partizipieren.

Even in the short term, we are already experiencing strong tailwinds in view of globally scarce availability of photovoltaic modules and sharply rising prices. The downside are also increased material costs, which is why we are paying particular attention to our long-term and strategic procurement. Also due to a change in awareness in the wake of the COVID pandemic, many customers are demanding regionally manufactured products with proven sustainability.

Quality and high performance are rewarded. All this is reflected in the high demand for our modules and makes us hopeful that we are writing a success story with Meyer Burger's reinvention.

At the same time, we are aware that we are only at the beginning of a challenging journey. The entire Meyer Burger team is committed to continue to steadily reach the milestones we have set and would like to thank you for your continued trust and support along the journey.



Dr. Franz Richter
Chairman

Auch kurzfristig erfahren wir bereits starken Rückenwind angesichts global knapper Verfügbarkeit von Photovoltaik-Modulen und stark steigenden Preisen. Die Kehrseite sind ebenfalls gestiegene Materialkosten, weshalb wir besonderes Augenmerk auf unsere langfristige und strategische Beschaffung legen. Auch bedingt durch einen Bewusstseinswandel im Zuge der COVID-Pandemie verlangen viele Kunden nach regional gefertigten Produkten mit ausgewiesener Nachhaltigkeit.

Qualität und hohe Leistung werden honoriert. Dies alles reflektiert sich in der hohen Nachfrage nach unseren Modulen und stimmt uns hoffnungsfroh, dass wir mit Meyer Burgers Neuerfindung eine Erfolgsgeschichte schreiben.

Gleichzeitig sind wir uns bewusst, dass wir erst am Anfang eines herausfordernden Weges stehen. Das ganze Meyer Burger Team setzt sich dafür ein, dass wir weiter stetig unsere gesetzten Meilensteine erreichen und bedankt sich für Ihr fortwährendes Vertrauen und Ihre Unterstützung auf diesem Weg.



Dr. Gunter Erfurt
Chief Executive Officer

Financial Statements

Consolidated Financial Statements

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Consolidated Financial Statements

Consolidated Balance Sheet

in TCHF	30.6.2021		31.12.2020	
Assets				
Current assets				
Cash and cash equivalents	66 504		139 739	
Trade receivables	3 526		5 029	
Other current receivables	43 390		38 207	
Net receivables from production contracts	16 938		14 405	
Inventories	14 447		24 307	
Prepaid expenses and accrued income	5 795		1 277	
Total current assets	150 600	55.1%	222 964	75.1%
Non-current assets				
Financial assets	6 519		7 464	
Investments in associates	20 779		21 699	
Property, plant and equipment	89 077		38 062	
Intangible assets	1 340		332	
Goodwill	5 170		6 110	
Deferred tax assets	36		176	
Total non-current assets	122 921	44.9%	73 843	24.9%
Total assets	273 521	100.0%	296 807	100.0%
Liabilities and equity				
Liabilities				
Current liabilities				
Financial liabilities	55		133	
Trade payables	19 742		9 372	
Net liabilities from production contracts	–		1 707	
Customer prepayments	4 524		4 562	
Other liabilities	2 717		3 332	
Provisions	2 940		3 959	
Accrued expenses and prepaid income	13 994		11 237	
Total current liabilities	43 972	16.1%	34 302	11.6%
Non-current liabilities				
Other liabilities	848		657	
Provisions	764		802	
Deferred tax liabilities	3 004		1 274	
Total non-current liabilities	4 616	1.7%	2 733	0.9%
Total liabilities	48 588	17.8%	37 035	12.5%
Equity				
Share capital	125 758		125 758	
Capital reserves	1065 677		1065 091	
Treasury shares	–5 417		–5 563	
Reserve for share-based payments	2 450		3 470	
Accumulated losses	–963 535		–928 984	
Total equity	224 933	82.2%	259 772	87.5%
Total liabilities and equity	273 521	100.0%	296 807	100.0%

The Notes starting on page 18 are an integral part of the consolidated financial statements.

Consolidated Income Statement

in TCHF	1.1–30.6.2021		1.1–30.6.2020 restated	
Net sales	17 966	100.0%	51 015	100.0%
Other operating income	1 508		5 221	
Currency translation gains and losses on trade receivables and customer prepayments	383		831	
Total Income	19 857		57 067	
Changes in inventories of finished and semi-finished products and machines before acceptance	–9 390		–12 927	
Cost of products and work in process	–16 770		–26 465	
Capitalized goods and services	20 534		1 191	
Operating income after costs of products and services	14 231	79.2%	18 866	37.0%
Personnel expenses	–27 686		–31 128	
Operating expenses	–17 461		–13 231	
Earnings before interests, taxes, depreciation and amortization (EBITDA)	–30 916	–172.1%	–25 493	–50.0%
Depreciation and impairment on property, plant and equipment	–2 093		–3 079	
Amortization and impairment on intangible assets and goodwill	–1 104		–2 733	
Earnings before interests and taxes (EBIT)	–34 113	–189.9%	–31 305	–61.4%
Financial result	1 313		–4 478	
Result from investment in associates	–2 192		–2 104	
Ordinary result	–34 992	–194.8%	–37 887	–74.3%
Non-operating result	53		35	
Earnings before income taxes	–34 939	–194.5%	–37 852	–74.2%
Income taxes	–2 289		462	
Result	–37 228	–207.2%	–37 390	–73.3%
Attributable to				
Shareholders of Meyer Burger Technology Ltd	–37 228	–207.2%	–37 390	–73.3%
in CHF				
Earnings per share				
Basic earnings per share	–0.01		–0.05	
Diluted earnings per share	–0.01		–0.05	

The consolidated income statement for the period 1.1.–30.6.2020 was restated as outlined in note 2.4.
The Notes starting on page 18 are an integral part of the consolidated financial statements.

Consolidated Statement of Changes in Equity

in TCHF

Attributable to shareholders of Meyer Burger Technology Ltd

restated	Share capital	Capital reserves
Equity at 1.1.2020	34 259	1 001 228
Result	-	-
Currency translation differences recognized in reporting period	-	-
Sale/use of treasury shares	-	-
Share-based payments	-	-
Transfer of shares for employees to the plan participants after vesting period	-	-
Reclassification	-	-82
Equity at 30.6.2020	34 259	1 001 146
Equity at 1.1.2021	125 758	1 065 091
Result	-	-
Currency translation differences recognized in reporting period	-	-
Sale/use of treasury shares	-	-
Share-based payments	-	-
Transfer of shares for employees to the plan participants after vesting period	-	-
Reclassification	-	586
Equity at 30.6.2021	125 758	1 065 677

The consolidated statement of changes in equity for the period 1.1.–30.6.2020 was restated as outlined in note 2.4.
The Notes starting on page 18 are an integral part of the consolidated financial statements.

Attributable to shareholders of Meyer Burger Technology Ltd

Treasury shares	Reserve for share-based payments	Currency translation differences	Other retained earnings	Accumulated losses	Total equity
-5 610	4 283	-25 542	-839 530	-865 072	169 088
-	-	-	-37 391	37 391	-37 391
-	-	-1 201	-	-1 201	-1 201
-	-	-	-	-	-
-	175	-	-	-	175
1 428	-1 428	-	-	-	-
82	-	-	-	-	-
-4 100	3 030	-26 743	-876 922	-828 882	130 670
-5 563	3 470	-24 976	-904 008	-928 984	259 772
-	-	-	-37 228	-37 228	-37 228
-	-	2 677	-	2 677	2 677
-	-	-	-	-	-
-	-287	-	-	-	-287
733	-733	-	-	-	-
-586	-	-	-	-	-
-5 417	2 450	-22 299	-941 236	-963 535	224 933

Condensed Consolidated Cash Flow Statement

in TCHF	1.1.–30.6.2021	1.1.–30.6.2020 restated
Result	-37 228	-37 390
Non-cash items	7 779	-341
Decrease/(increase) of net working capital	4 241	32 057
Cash flow from operating activities	-25 208	-5 674
Investments in property, plant and equipment	-52 484	-2 260
Sale of property, plant and equipment	555	235
Sale of investment property	1 698	-
Investments in intangible assets	-1 164	-95
Sale of business activities	-	4 161
Decrease of bank deposits with limited availability	8 603	6 094
Increase of bank deposits with limited availability	-3 191	-
Cash flow from investment activities	-45 983	8 135
Borrowing of (current) financial liabilities	-	278
Repayment of (current) financial liabilities	-123	-68
Borrowing of (non-current) financial liabilities	-	1 277
Borrowing cost of (non-current) financial liabilities	-3 117	-
Costs of increase in share capital	-13	-1 003
Cash flow from financing activities	-3 253	484
Change in cash and cash equivalents	-74 444	2 945
Cash and cash equivalents at beginning of period	139 739	35 548
Currency translation differences on cash and cash equivalents	1 209	-479
Cash and cash equivalents at the end of the period	66 504	38 014

The consolidated cash flow statement for the period 1.1.–30.6.2020 was restated as outlined in note 2.4.

Cash and cash equivalents include all cash, postal and bank account balances, cheques and notes receivable as well as time deposits with an original maturity of up to 90 days. Cash and cash equivalents are measured at nominal value.

The Notes starting on page 18 are an integral part of the consolidated financial statements.

Condensed Notes to the Consolidated Financial Statements

1 General Information

Meyer Burger Technology Ltd is a public limited company constituted in accordance with Swiss law. The address of the company's registered office is Schorenstrasse 39, 3645 Gwatt/Thun, Switzerland. Meyer Burger Technology Ltd registered shares (ticker: MBTN) are listed on the SIX Swiss Exchange in Zurich. The fiscal year of Meyer Burger Technology Ltd runs from 1 January to 31 December. The Group currency (reporting currency) is the Swiss Franc (CHF). The consolidated statements are presented in thousands of Swiss Francs.

The Board of Directors approved these consolidated interim financial statements of Meyer Burger Group for publication on 18 August 2021. The auditors have conducted a review of the statements. For the report on the review, see page 25.

Meyer Burger is a leading global technology company starting production of high-performance solar cells and modules in 2021. Its proprietary heterojunction/SmartWire technology enables the company to set new industry standards in terms of energy yield. With solar cells and modules developed in Switzerland and manufactured in Germany according to high sustainability standards, Meyer Burger aims to become a leading European photovoltaic company. The company currently employs around 800 people at research facilities in Switzerland, development and manufacturing sites in Germany and sales offices in Europe, the USA and Asia.

2 Significant Accounting Policies

The significant accounting and valuation policies are described in detail in the Annual Report for the year ended 31 December 2020. The policies described have been applied consistently to the reporting periods presented.

2.1 Basis of accounting

The consolidated interim financial statements have been prepared in accordance with the standards of Swiss GAAP FER 31 "Additional recommendations for listed companies", which allows some simplification of the reporting and disclosures compared to the preparation of annual financial statements. These standards give a true and fair view of the net assets, financial position and results of operations.

No amendments to the Swiss GAAP FER Standards have come into force during the first half-year 2021 that are relevant to Meyer Burger.

In addition to the accounting policies disclosed in the notes to the financial statements 2020, Meyer Burger announced on 4 January 2021 that it will receive up to EUR 22.5 million in public funding to build its environmentally friendly solar cell production, which are and will be accounted for in line with the following accounting policies:

Government grants are only recognized when there is reasonable assurance that the entity will comply with the attached conditions and that the grant will be received. Government grants are recognized in the profit and loss statement on a systematic basis over the periods in which the entity recognizes the related costs for which the respective grants compensate. Government grants relating to asset investments are presented as a deduction from the carrying amount of the respective asset and accordingly are recognized in profit and loss as a reduction of costs such as depreciation and amortization over the useful lifetime of the asset.

2.2 Changes in scope of consolidation

The scope of consolidation remained unchanged to the scope disclosed in the Annual Report as of 31 December 2020.

During the previous year, the scope of consolidation changed as follows:

Absorption of MBT Systems Ltd

MBT Systems Ltd, Delaware, USA, was merged into Diamond Materials Tech, Inc., Colorado Springs, USA, and renamed to MBT Systems Ltd, incorporated in Delaware, USA, as per 1 January 2020. The transaction did not lead to any changes in control over the underlying assets respectively business.

Sale of inkjet printing business (PiXDRO)

On 2 April 2020, Meyer Burger announced the closing on the sale of its inkjet printing business (PiXDRO) located within Meyer Burger (Netherlands) B.V., Eindhoven, Netherlands, as per 31 March 2020. The transaction price of EUR 3.9 million (CHF 4.1 million) was settled in cash in April 2020. The business generated CHF 0.6 million net revenues and contributed CHF –0.7 million to the ordinary result for 2020. The Group recorded a gain on the sale of the investment of CHF 2.1 million that is presented in "Other operating income" in the consolidated income statement.

Sale of Microwave and Plasma Technology business

On 1 October 2020, Meyer Burger announced the closing on the sale of its microwave and plasma technology company Muegge GmbH, Reichelsheim, Germany, including its subsidiary Gerling Applied Engineering, Inc. based in Modesto, USA. In the comparative period of the half-year 2020, the business generated CHF 13.6 million net revenues and contributed CHF –0.2 million to the ordinary result.

Foundation of Meyer Burger (Industries) GmbH

Meyer Burger is working to implement the new business model as a provider of technologically leading solar cells and modules made in Europe. Meyer Burger (Industries) GmbH, Hohenstein-Ernstthal was founded on 6 August 2020 with the purpose to set up production facilities to manufacture highly efficient solar cells and modules with the proprietary heterojunction technology and to run the respective operation in Germany.

2.3 Foreign currency translation

The following translation rates into Swiss Francs were used during the year under review:

Foreign currency exchange rates	Unit	Closing rate			Average rate		
		30.6.2021	31.12.2020	30.6.2020	1st HY 2021	2020	1st HY 2020
Euro (EUR)	1	1.098	1.0802	1.0651	1.0946	1.0705	1.0642
US Dollar (USD)	1	0.9239	0.8803	0.9512	0.9081	0.9372	0.9656
British Pound (GBP)	1	1.2796	1.2015	1.1673	1.261	1.2032	1.2167
Chinese Yuan Renminbi (CNY)	100	14.3077	13.4646	13.445	14.0401	13.5945	13.7294
Japanese Yen (JPY)	100	0.8354	0.854	0.8827	0.8428	0.8786	0.8922
Indian Rupee (INR)	100	1.2432	1.2048	1.2586	1.238	1.2648	1.3024
South-Korean Won (KRW)	100	0.0819	0.0809	0.0791	0.0812	0.0796	0.08
Malaysian Ringgit (MYR)	100	22.2556	21.893	22.1947	22.1632	22.3215	22.7207
Singapore Dollar (SGD)	1	0.6873	0.6661	0.6807	0.6816	0.68	0.6905
Taiwan Dollar (TWD)	100	3.3105	3.1428	3.2251	3.2415	3.1864	3.2188

Assets and liabilities in balance sheets of foreign Group companies are translated into Swiss Francs at the closing rate, income statements at the average rate. Equity is translated at historical exchange rates. Any resulting foreign currency translation differences are offset against equity.

2.4 Changes in accounting policy

As per year-end 2020, Meyer Burger reviewed its accounting principles based on the transformation of its business model and the significant changes in the activities of the organization. Meyer Burger found that two accounting options, namely the capitalization of goodwill and the waiver of capitalization of deferred tax assets from tax-loss carry-forwards, are more adequate for the financial statements in the present and future of the organization. Both accounting policy choices are in line with Swiss GAAP FER recommendations. A detailed description of the respective restatement can be found in the financial statements per year-end 2020.

The changes in accounting policy affect the comparative figures of the income statement per H1 2020 as outlined below:

in TCHF	Reported	Restatement Goodwill	Restatement DTA	Restated
Income statement H1 2020				
Other operating income	3 221	–	2 000	5 221
Income	55 067	–	2 000	57 067
Depreciation and impairment on intangible assets and goodwill	–1 752	–981		–2 733
Earnings before interest and taxes (EBIT)	–32 323	–981	2 000	–31 304
Income taxes	246	–	216	462
Result	–38 625	–981	2 216	–37 390
Earnings per share (basic/diluted) in CHF	–0.06			–0.05

The impact on the cash flow statement was limited to reclassifications within the operating cash flow.

3 Notes to the Balance Sheet

Meyer Burger's balance sheet developed as expected throughout the implementation of the new business model with a strong focus on investments in the two new production plants in Bitterfeld-Wolfen, Germany and Freiberg, Germany. As the capital measures were finalized only in July 2021, the reported figures do not include the capital increase of CHF 80 million and the green bond of EUR 145 million yet. Also, neither the debt facility of EUR 125 million nor the factoring facility of EUR 60 million were utilized as per 30 June 2021.

Total assets decreased to CHF 273.5 million as at 30 June 2021, which equals a 7.8% decrease compared to CHF 296.8 million as at 31 December 2020. The reduction is mainly due to the temporary decrease in the cash balance. Cash and cash equivalents decreased from CHF 139.7 million to CHF 66.5 million as detailed in the cash flow statement, mainly based on the operating result as well as due to the extensive investments made for the ramp-up of Meyer Burger's cell and module factories. An additional CHF 11.9 million of bank balances with restricted use was included in other current receivables as per 30 June 2021 (31.12.2020: CHF 17.3 million).

Specifically, property, plant and equipment increased by a net amount of CHF 51.0 million which mainly includes investments made to bring the two new production plants to operation. In this context, inventories were stocked with the necessary materials, but decreased by CHF 9.9 million, also related to capitalized goods and services. Intangible assets increased by CHF 1.0 million mainly for investments in acquired software and technologies.

In relation to the capital measures taken, prepaid expenses as per 30 June 2021 included CHF 0.5 million of activated capital increase costs to be netted against equity in July 2021 as well as CHF 3.9 million of capitalized set-up costs of the syndicated loan which will be recognized in the income statement over the term of the loan.

Investments in associates decreased by CHF 0.9 million based on the proportionate loss of Meyer Burger's shareholding in Oxford Photovoltaics Limited Ltd, partially balanced by adverse foreign exchange effects. The related goodwill decreased by CHF 0.9 million compared to 31 December 2020 due to regular amortization.

Total liabilities increased by 31.2% to CHF 48.6 million as per 30 June 2021 compared to year-end 2020. With the investments made in property, plant and equipment, the increased orders of inventory and heightened operating costs to ramp up the production sites in such a short time-frame, trade payables increased

by CHF 10.4 million to CHF 19.7 million as well as accrued expenses and prepaid income increased by CHF 2.8 million to CHF 14.0 million compared to year-end 2020. With the phase out of the old business model on the other hand, total provisions decreased from CHF 4.8 million to CHF 3.7 million, mainly due to a decrease in expected warranties.

Based on above outlined events, and specifically due to the result of the half-year of CHF –37.2 million throughout the important transition phase, equity decreased by CHF 34.8 million from 31 December 2020 to 30 June 2021.

4 Notes to the Income Statement

The income statement for the first half-year 2021 reflects the ongoing transformation of Meyer Burger with the start of its high-performance solar cell and module production and the related phase out of the previous business model.

In the first half-year 2021, Meyer Burger's net sales amounted CHF 18.0 million (H1 2020: CHF 51.0 million). These sales were generated under Meyer Burger's previous business model as an equipment manufacturer. In the future, equipment manufacturing will only be an internal body providing the technological basis for Meyer Burger's cell and module production. Unrelated equipment business from our subsidiary Pasan SA which sells cell and module measurement equipment and related services will be continued. First sales from the new segment "Modules" can be expected for the second half-year 2021.

The operating income after cost of products and services was CHF 14.2 million (H1 2020: CHF 18.9 million), reflecting a margin of 79.2% (H1 2020: 37.0%). The exceptionally high margin is mainly due to the capitalized goods and services in the course of the buildup of the two cell and module production sites in Freiberg and Bitterfeld-Wolfen as well as the specific product mix at the very limited level of sales.

Personnel expenses declined by 11.1% to CHF –27.7 million compared to the first half-year 2020. Operating expenses in H1 2021 amounted to CHF –17.5 million, an increase of 29.8% compared to H1 2020. This reflects a strict cost management and the successful restructuring measures of the previous years on one hand, as well as the unavoidable costs of a successful, rapid ramp-up of the two new production facilities in Bitterfeld-Wolfen and Freiberg on the other hand.

Due to the decline in sales and additional operating costs, EBITDA was below the level achieved in the comparative period and totaled CHF –30.9 million in H1 2021 (H1 2020: –25.5 million). The EBITDA margin was –172.1% (H1 2020: –50.0%).

Depreciation and amortization mainly on property, plant and equipment in use as well as goodwill totaled CHF 3.2 million (H1 2020: CHF 5.8 million) not including assets under construction in the two new production plants yet. Accordingly, the result at the EBIT level amounted to CHF –34.1 million (H1 2020: CHF –31.3 million).

The net financial result was CHF 1.3 million mainly influenced by positive foreign exchange effects (H1 2020: CHF –4.5 million) and the result from investments in associates amounted to CHF –2.2 million (H1 2020: CHF –2.1 million). Accordingly, the result for the first half-year 2021 amounted to CHF –37.2 million (H1 2020: CHF –37.4 million) and reflects the intensive phase of transformation as basis for a smooth start into cell and module production.

Further, the COVID-19 pandemic still had a significant impact on the world economy and led to severe disruptions in almost all global supply chains. While Meyer Burger was able to secure the supply chains for the direct materials (e.g. wafers, glass, frames, etc.) for the module production very early and has not faced restrictions here, Meyer Burger is also dependent on suppliers of parts for the construction of the highly complex new fabs. While the first PV module deliveries took place in July 2021 as expected, unfortunately, Meyer Burger is affected here by bottlenecks in simple standard products, which are nevertheless necessary for the rapid ramp-up of the lines as outlined in chapter 5.4 Events after the balance sheet date.

5 Other Information

5.1 Segment reporting

The segment "Modules" was newly integrated into the internal reporting structure as per year-end 2020 as it is currently being ramped up, but does not yet show any sales for the half-year 2021. The initially planned segment "Cells" that was envisaged per year-end 2020 was abandoned in June 2021, when it became apparent that Meyer Burger had successfully raised sufficient financing to accelerate the expansion of module production capacity and will therefore be able to utilize the full cell capacity within its own module production rather than selling excess cells to third parties. Segment reporting for the half-year 2020 remains unaffected.

Under the old business model of equipment sales, the activities of Meyer Burger were divided into the reportable segments "Photovoltaics" and "Specialized Technologies". During the ongoing transformation of the company, customer projects in these segments are phasing out, but still lead to a limited amount of revenues in the first half-year 2021, mainly due to long-term contracts and service provided.

Net sales by segments 1 January 2021 to 30 June 2021

in TCHF	Modules	Photovoltaics	Specialized Technologies	Total	Consolidation	Total after consolidation
Net sales third parties	–	17 966	–	17 966	–	–
Net sales intersegment	–	–	–	–	–	–
Net sales	–	17 966	–	17 966	–	–

Net sales by segments 1 January 2020 to 30 June 2020

in TCHF	Photovoltaics	Specialized Technologies	Total	Consolidation	Total after consolidation
Net sales third parties	37 296	13 719	51 015	–	51 015
Net sales intersegment	167	408	575	– 575	–
Net sales	37 463	14 127	51 590	– 575	51 015

Modules (new business model)

Meyer Burger is currently undergoing a business transformation. At its modern sites in Freiberg, Germany and Bitterfeld-Wolfen, Germany, the company manufactures high-quality solar cells and modules "Made in Europe". These are equipped with the proprietary heterojunction/smart-wire technology, which guarantees the highest efficiency at an economic cost level. The product range includes innovative and highly efficient solar modules for roof systems in the private and commercial sector as well as solutions for the solar power plant segment. No sales were recorded yet in the newly created segment in the first half-year of 2021.

Photovoltaics

The Photovoltaics segment largely comprises Meyer Burger's previous core business of photovoltaics and covers the processes of solar cells, solar modules and solar systems with its portfolio of systems, production equipment and services. Meyer Burger's strategic long-term technology approach considering core technologies of the photovoltaic value chain and optimally harmonizing technologies along the different processes (cells, modules, solar systems), now serves as the foundation of the company's reorientation directly towards cell and module production. With the ongoing business transformation, the respective equipment manufacturing will be utilized for the internal development and setup of production equipment only with the exception of our ongoing Pasan business (cell and module measurement equipment and related services) which will be continued.

Specialized Technologies

With Specialized Technologies, Meyer Burger used technologies that are successfully deployed in photovoltaics, particularly in the field of applying or removing layers on different substrates in a wide range of other high-tech markets. Muegge's and Gerling's microwave and plasma technologies are used in biotechnology and environmental technology and were included in this segment until the subsidiaries were sold in September 2020. The segment also included the PiXDRO business from Meyer Burger (Netherlands) B.V. until March 2020. As these businesses were divested in 2020, the segment is subject to fade out.

Segment results

Disclosure of the segment results would lead to much higher transparency in terms of our cost and margin structure than that of our relevant competitors, and we would be the only company to present detailed information on segment profitability. Most of our relevant competitors are companies without publicly available financial information or are large companies with large reporting segments in which comparable information is diluted accordingly. The disclosure of segment results would therefore lead to a considerable competitive disadvantage for Meyer Burger compared to its competitors. In addition, such information may have negative impacts on the company's negotiating position with customers and suppliers. For this reason, Meyer Burger Group does not disclose segment results.

5.2 Related party transactions

Related parties consist primarily of shareholders, members of the Board of Directors and of the Executive Board, and associated companies.

Since the acquisition of the equity share of Oxford Photovoltaics Limited (Oxford PV), the company and its subsidiary Oxford PV Germany GmbH are an identified related party. In the first half-year of 2021, Meyer Burger received no additional orders from Oxford PV, but based on outstanding order volumes conducted sales transactions with the associated company for CHF 4.3 million. Prepayments received per 30 June 2020 amounted to CHF 25.3 million and accounts receivable to CHF 0.7 million.

As of 30 June 2021, no other transactions were conducted or receivables or liabilities outstanding towards other related parties or associated companies. All business relations with related parties are conducted at arm's length. No unusual transactions were either effected with the main shareholders or other related parties.

5.3 Contingent liabilities

in TCHF	30.6.2021	31.12.2020
Guarantees (not product-related)	7 529	8 549
Other	–	–
Contingent liabilities	7 529	8 549

During 2019, Meyer Burger entered into the sales contract for the building in Thun. With the contract, Meyer Burger guarantees a minimum level of annual rent payments to the buyer. The guarantee is limited to CHF 10 million over its duration until 30 June 2024 and Meyer Burger has the right to take over any defaulted rent contract and sub-let the respective space during this time. Meyer Burger also carries the external costs, should any court proceeding against tenants be taken during this time. Such payments are secured by a retention of CHF 0.2 million. Meyer Burger assesses the likelihood of such defaults as low and accordingly presents them as contingent liabilities.

5.4 Events after the reporting date

On 1 July 2021, Meyer Burger announced that it has successfully raised CHF 80 million through the placement of 155'339'805 newly issued registered shares with a nominal value of CHF 0.05 per share by way of an accelerated bookbuilding and that Meyer Burger's subsidiary MBT Systems GmbH successfully placed green senior unsecured guaranteed convertible bonds due 2027 in the amount of EUR 145 million. Following the opening of its cell factory in Thalheim (city of Bitterfeld-Wolfen, Saxony-Anhalt, Germany) and the module factory in Freiberg (Saxony, Germany), the proceeds from the offerings will provide Meyer Burger with additional financial flexibility to accelerate its ongoing transformation to a leading European manufacturer of solar cells and solar modules. Meyer Burger intends to use the net proceeds from the issue of the new shares to finance and/or refinance new investments and the net proceeds from the issue of the Bonds to finance and/or refinance new investments in Eligible Green Projects as defined by Meyer Burger's Green Financing Framework. With the successful completion of these financing transactions, Meyer Burger also fulfills the requirement of the loan agreement for EUR 125 million with a syndicate led by Ostsächsische Sparkasse Dresden, which it had closed earlier in June 2021. In addition, Meyer Burger had entered into a factoring agreement for EUR 60 million with a German specialist bank for working capital finance also in June 2021.

On 26 July 2021, Meyer Burger announced that it will concentrate its service activities in Asia at the Shanghai and Singapore sites. The existing sites in Taiwan, Korea and Malaysia will be closed and the Shanghai site will be downsized. In total, around 70 employees will be affected by the restructuring, with about 20 people continuing to be employed at the two sites in Shanghai and Singapore. The employment of the affected employees will be terminated in accordance with the existing local agreements and in a socially responsible manner. Meyer Burger expects restructuring costs of around CHF 3.5 million. The restructuring is expected to be completed by the end of 2021. With this restructuring, Meyer Burger further optimizes its global organizational structure in alignment with its transformation into a manufacturer of high-performance solar modules and strengthens the company's future profitability.

Also on 26 July 2021, Meyer Burger had to announce that it is considering legal options to enforce its rights after Oxford PV announced unilateral termination of the collaboration agreement. Meyer Burger was informed through a press release as well as a letter from Oxford Photovoltaics Limited (Oxford PV) that the company considers the companies' collaboration agreement, in place since 2019, terminated for own strategic reasons. With the collaboration agreement closed in March 2019, Meyer Burger and Oxford PV agreed on an exclusive partnership to jointly develop the required technology for mass production of perovskite tandem cells based on Meyer Burger's heterojunction silicon cell technology (HJT) as well as necessary novel perovskite production equipment from Meyer Burger. Meyer Burger's share in Oxford PV was unaffected by the announcement. Also, Meyer Burger currently does not expect any adverse financial effects.

On 29 July 2021, Meyer Burger announced that it plans to expand its product portfolio with a roof-integrated high-performance solar system that can be as easily installed as traditional roof tiles. Meyer Burger has acquired the full intellectual property related to a solar roof tile solution from a German engineering service provider specializing in innovations in photovoltaics and electric mobility, including all associated patents, certifications and German national technical approval as well as the technical know-how. The parties have agreed not to disclose terms of the transaction. Meyer Burger plans to present the new solar roof solution at the Intersolar trade show in Munich, Germany from 6-8 October 2021. First deliveries are scheduled for the second half of 2022.

On 13 August, Meyer Burger informed about the current delivery status of its high-performance modules. Meyer Burger has started its first PV module deliveries in July 2021 as expected. While Meyer Burger has secured the supply chain for all required input materials for cells and module production, bottlenecks in the supply chain for standard components required for the commissioning of certain production machines have an impact on the speed of the production ramp-up. Completion of the ramp-up is therefore expected to be delayed by a few weeks. In this regard, Meyer Burger will arrange appropriate solutions for the delivery of ordered modules with affected customers. The slower ramp-up of manufacturing capacity has no impact on the transformation of the business model and the published guidance.

No further events have occurred between 30 June and 18 August 2021, which would have a material effect on the recognized carrying amounts of assets and liabilities of the Meyer Burger Group or would have to be disclosed at this point.

Report on the Review

of Interim consolidated financial statements to the Board of Directors of Meyer Burger Technology Ltd

Thun

According to your request, we have reviewed the interim consolidated financial statements (consolidated balance sheet, consolidated income statement, consolidated statement of changes in equity, condensed consolidated cash flow statement and condensed notes to the consolidated financial statements / pages 13 – 24) of Meyer Burger Technology Ltd for the period from 1 January 2021 to 30 June 2021.

These interim consolidated financial statements are the responsibility of the Board of Directors. Our responsibility is to issue a report on these interim consolidated financial statements based on our review.

Our review was conducted in accordance with the Swiss Auditing Standard 910, which requires that a review be planned and performed to obtain limited assurance about whether the interim consolidated financial statements are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements have not been prepared, in all material respects, in accordance with the requirements of Swiss GAAP FER 31 relating to interim reporting.

PricewaterhouseCoopers AG



René Rausenberger



Yvonne Burger

Bern, 18 August 2021

Other Information

Information for Investors and the Media

Registered shares Meyer Burger Technology Ltd

Swiss valor number 10850379

ISIN CH0108503795

Listing SIX Swiss Exchange

Ticker symbol MBTN

Reuters MBTN.S

Bloomberg MBTN SW

Nominal value per registered share CHF 0.05

Number of outstanding shares as of 30 June 2021

2,515,151,206

Share price high/low half-year 2021 CHF 0.57/0.31

Closing price as of 30 June 2021 CHF 0.5695

Other information

Accounting standard Swiss GAAP FER

Auditors PricewaterhouseCoopers AG

Share register Computershare Switzerland Ltd

Important dates

19 August 2021 Publication Half-Year Results 2021

6-8 October 2021 Intersolar Europe, the world's leading trade fair for the solar industry

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Interesting and useful product portfolio information and background knowledge about the entire technology company can be found on the corporate homepage www.meyerburger.com.

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Declaration on forward-looking statements

This Meyer Burger Ltd Half-Year Report 2021 contains statements that constitute “forward-looking statements”, relating to the Company. Because these forward-looking statements are subject to risks and uncertainties, the reader is cautioned that actual future results may differ from those expressed in or implied by the statements, which constitute projections of possible developments.

All forward-looking statements are based only on data available to Meyer Burger at the time of preparing the Half-Year Report 2021. Meyer Burger does not undertake any obligation to update any forward-looking statements contained in these documents as a result of new information, future events or otherwise.

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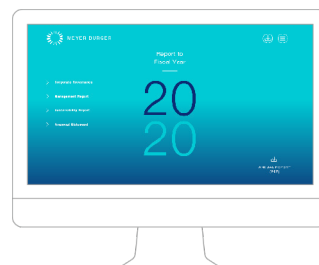
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Company Profile



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