



CIE Automotive



***MANAGING HIGH VALUE
ADDED PROCESSES***

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS AS OF 30th JUNE 2024**

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM BALANCE SHEET AS OF 30th JUNE 2024

Thousand euro	Note	30.06.2024	31.12.2023
Property, plant, and equipment	5/6	1,745,952	1,664,283
Intangible assets		1,845,074	1,822,123
Goodwill	5/6	1,820,093	1,795,131
Other intangible assets	5/6	24,981	26,992
Non-current financial assets	7	81,966	68,022
Investments accounted applying the equity method	7	58,093	54,664
Deferred tax assets	-	226,611	231,735
Other non-current assets	-	24,797	31,176
Non-current assets		3,982,493	3,872,003
Inventories	-	474,156	460,460
Trade debtors and other accounts receivable		449,057	369,082
Trade and other receivables	-	294,564	241,897
Other current assets	-	65,704	64,071
Current tax assets	-	88,789	63,114
Other current financial assets	7	99,857	126,875
Cash and cash equivalents	8	825,300	839,921
Current assets		1,848,370	1,796,338
Disposal group assets classified as held for sale	9	924	658
TOTAL ASSETS		5,831,787	5,668,999

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM BALANCE SHEET AS OF 30th JUNE 2024

Thousand euro	Note	30.06.2024	31.12.2023
Equity attributable to the parent company's shareholders		1,401,867	1,276,550
Share capital	10	29,952	29,952
Treasury shares	10	(1,986)	(1,202)
Share premium	10	152,171	152,171
Retained earnings	-	1,526,427	1,449,174
Interim dividend	-	-	(53,893)
Translation differences	-	(304,697)	(299,652)
Non-controlling interests	-	401,495	384,694
TOTAL EQUITY		1,803,362	1,661,244
Deferred income	-	15,941	16,399
Non-current provisions	12	149,453	147,076
Non-current borrowings	11	1,502,103	1,657,805
Deferred tax liabilities	-	213,785	206,495
Other non-current liabilities	-	154,629	142,293
Non-current liabilities		2,019,970	2,153,669
Current borrowings	11	590,001	511,662
Trade creditors and other payables		1,095,642	1,036,122
Trade and other payables	-	996,138	961,866
Current tax liabilities	-	99,504	74,256
Other current financial liabilities	7	-	24
Current provisions	12	113,678	114,475
Other current liabilities	-	192,488	175,078
Current liabilities		1,991,809	1,837,361
Disposal group liabilities classified as held for sale	9	705	326
TOTAL LIABILITIES		4,012,484	3,991,356
TOTAL EQUITY AND LIABILITIES		5,831,787	5,668,999

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM INCOME STATEMENT FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Thousand euro	Note	Six-month period ended	
		2024	2023
		30th June	
OPERATING REVENUE		2,136,956	2,105,521
Revenue	-	2,062,169	2,011,122
Other operating income	-	68,526	88,808
Change in inventories of finished goods and work in progress	-	6,261	5,591
OPERATING EXPENSES		(1,848,847)	(1,835,430)
Consumption of raw materials and secondary materials	-	(1,183,275)	(1,200,752)
Employee benefit expense	-	(343,718)	(333,245)
Depreciation, amortisation, and impairment	5/6	(93,806)	(93,786)
Other operating expenses	-	(228,048)	(207,647)
OPERATING PROFIT		288,109	270,091
Finance income	-	25,111	15,931
Finance costs	-	(67,088)	(59,217)
Net exchange differences	-	3,489	(252)
Result of financial instruments at fair value	7	851	8,251
Result of investments accounted applying the equity method	7	4,209	4,115
PROFIT BEFORE TAX		254,681	238,919
Income tax	13	(51,293)	(51,691)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		203,388	187,228
PROFIT FOR THE PERIOD FROM DISCONTINUED OPERATIONS AFTER TAX	9	285	16,224
PROFIT FOR THE PERIOD		203,673	203,452
PROFIT ATTRIBUTABLE TO NON-CONTROLLING INTERESTS		(19,823)	(25,173)
PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY		183,850	178,279
Earnings per share from continuing operations (euro)	10		
- Basic		1.533	1.399
- Diluted		1.533	1.399
Earnings per share from discontinued operations (euro)	10		
- Basic		0.002	0.091
- Diluted		0.002	0.091

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Thousand euro	Note	Six-month period ended 30 th June	
		2024	2023
PROFIT FOR THE PERIOD		203,673	203,452
OTHER COMPREHENSIVE INCOME FOR THE PERIOD			
Foreign currency translation differences	-	2,284	(53,618)
Net investment coverage	3.9	(2,544)	1,459
Cash flow hedges	7	-	(1,347)
Other comprehensive income for the period	-	-	63
Tax impact	-	-	323
Total entries that may be reclassified to profit or loss		(260)	(53,120)
Actuarial gains and losses	-	27	(123)
Tax impact	-	(7)	46
Total items that may not be reclassified to profit or loss		20	(77)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX		203,433	150,255
Attributable to parent company owners		178,818	129,722
Continuing operations	-	178,590	118,281
Discontinued operations	-	228	11,441
Attributable to non-controlling interests		24,615	20,533

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Thousand euro	Share Capital (Note 10)	Treasury shares (Note 10)	Share premium (Note 10)	First time conversion reserve and other revaluation reserves	Translation differences	Retained earnings	Interim dividend (Note 10)	Non-controlling interests	Total equity
Balance at 1st January 2024	29,952	(1,202)	152,171	(41,717)	(299,652)	1,490,891	(53,893)	384,694	1,661,244
COMPREHENSIVE INCOME for 2024	-	-	-	13	(5,045)	183,850	-	24,615	203,433
Distribution of 2023 profit (Note 10)	-	-	-	-	-	(107,778)	53,893	-	(53,885)
Treasury share transactions (Note 10)	-	(784)	-	-	-	138	-	-	(646)
Other movements (*)	-	-	-	-	-	1,030	-	(7,814)	(6,784)
Balance at 30th June 2024	29,952	(1,986)	152,171	(41,704)	(304,697)	1,568,131	-	401,495	1,803,362

(*) It mainly refers to dividends distributed to non-controlling interests.

Thousand euro	Share Capital (Note 10)	Treasury shares (Note 10)	Share premium (Note 10)	First time conversion reserve and other revaluation reserves	Translation differences	Retained earnings	Interim dividend (Note 10)	Non-controlling interests	Total equity
Balance at 1st January 2023	30,637	(60,326)	152,171	(37,582)	(220,978)	1,328,467	(49,049)	361,309	1,504,649
COMPREHENSIVE INCOME for 2023	-	-	-	(1,036)	(47,521)	178,279	-	20,533	150,255
Distribution of 2022 profit (Note 10)	-	-	-	-	-	(99,238)	49,049	-	(50,189)
Treasury share transactions (Note 10)	-	2,688	-	-	-	1,024	-	-	3,712
Share Capital reduction (Note 10)	(685)	57,117	-	-	-	(56,432)	-	-	-
Other movements (*)	-	-	-	-	-	(52)	-	(4,005)	(4,057)
Balance at 30th June 2023	29,952	(521)	152,171	(38,618)	(268,499)	1,352,048	-	377,837	1,604,370

(*) It mainly refers to dividends distributed to non-controlling interests.

ABBREVIATED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
ABBREVIATED CONSOLIDATED INTERIM CASH FLOW STATEMENT FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Thousand euro	Note	Six-month period ended	
		2024	2023
		30 th June	
PROFIT BEFORE TAX FROM CONTINUING AND DISCONTINUED OPERATIONS		255,101	261,215
Adjustments to the profit of the period		121,371	99,517
Depreciation, amortisation and impairment charges	5/6	93,806	93,786
Finance profit/(loss) and exchange rate differences	4	37,637	35,287
Profit/(loss) from joint ventures and associates	7	(4,209)	(4,115)
Other adjustments to the profit of the period ⁽¹⁾		(5,863)	(25,441)
Changes in working capital		(8,520)	(38,817)
Net variation of provisions	12	1,897	(44,554)
Other changes in net working capital		(10,417)	5,737
Other cash flows from operating activities		(87,810)	(49,763)
Interests paid and collected		(44,513)	(35,354)
Income tax payments		(43,533)	(38,539)
Cash generated from operating activities from discontinued operations	9	236	24,130
CASH FLOWS FROM OPERATING ACTIVITIES		280,142	272,152
Payments for the acquisition of subsidiaries, net of cash acquired	2/3.8	(18,157)	(13,571)
Payments for the acquisition of property, plant and equipment	5	(139,212)	(109,205)
Payments for the acquisition of intangible assets	5	(1,008)	(1,042)
Collections from the sale of property, plant and equipment and intangible assets		3,401	6,857
Collections from dividends distributed by joint ventures and associates	7	1,238	1,766
Disbursements for investment in joint and associated businesses	7	(180)	(572)
Collections/(Payments) from disposals/acquisitions of financial assets	7	41,981	23,461
Cash generated from investing activities from discontinued operations	9	-	(1,452)
CASH FLOWS FROM INVESTING ACTIVITIES		(111,937)	(93,758)
Collections/(payments) from transactions with treasury shares	10	(646)	3,712
Proceeds from borrowings	11	227,852	109,500
Loan repayments	11	(422,336)	(247,746)
Collections/(payments) from high-rotation borrowings	11	33,482	(53,316)
Collections/(payments) from commercial paper program	11	71,150	62,500
Cancellation of hedging instruments	7	-	729
Grants received (net)		3,388	2,542
Variation of other debts (net)		(4,725)	(2,826)
Payments for lease liabilities	5	(13,445)	(12,354)
Dividends paid to shareholders of the parent company	10	(53,893)	(49,049)
Other payments/proceeds to/from non-controlling interests		(13,526)	(8,901)
Cash generated from financing activities from discontinued operations	9	-	(28,759)
CASH FLOWS FROM FINANCING ACTIVITIES		(172,699)	(223,968)
Exchange gains/(losses) on cash and cash equivalents		(9,891)	(17,508)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(14,385)	(63,082)
Cash and equivalents at beginning of the period		840,071	742,253
Cash and equivalents at end of the period	8	825,300	675,052
Cash and equivalents at end of the period classified as discontinued operations	9	386	4,119

⁽¹⁾ Includes, among others, the profit before taxes from discontinued activities, (2024: €0.4 million; 2023: €22.3 million), as cash flows generated by these activities are separately presented on the consolidated interim cash flow statement.

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NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

1. General information

1.1 CIE Automotive Group and activity

The CIE Automotive Group carries out its activities in the Automotive business. This business is carried out through an industrial group formed by several companies that are mainly engaged in the design, manufacture and sale of automotive components and sub-assemblies, on the global automotive market, using complementary technologies – aluminium, forging, metals and plastics – and several associated processes: machining, welding, painting and assembly, as well as the design and production of roof systems.

Its main facilities are in the following territories: Spain (Biscay, Araba/Álava, Gipuzkoa, Navarre, Barcelona, Cádiz, Orense and Pontevedra), Germany, France, Portugal, Czechia, Romania, Italy, Morocco, Lithuania, Slovakia, Hungary, North America (Mexico and the United States of America), South America (Brazil), India, and the People's Republic of China.

CIE Automotive, S.A.'s (the parent Company) registered office is located in Spain at "Alameda Mazarredo 69, 8th floor, Bilbao".

Group structure

At present, CIE Automotive, S.A. (publicly listed company) has a 100% direct share in the following companies: CIE Berriz, S.L., Advanced Comfort Systems Ibérica, S.L.U., Advanced Comfort Systems France, S.A.S., Autokomp Ingeniería, S.A.U., CIE Automotive Boroa, S.L.U., CIE Roof Systems, S.L.U. and CIE Automotive Roof Systems Korea, Ltd; mainly, holding companies to which the CIE Automotive Group's productive companies report to.

The list of subsidiaries, joint arrangements and associates at 30th June 2024, together with the information concerning them, is disclosed in the Appendix I to these abbreviated Consolidated Interim Financial Statements.

All subsidiaries under the control of the CIE Automotive Group have been consolidated using the full consolidation method.

The subsidiaries consolidated under the equity method are disclosed in Note 7.

Business evolution

During the first half of 2023, the global automotive market increased its production by 11.2% compared to the same period of the previous year. Little by little, the market left behind the subsequent events caused by the Covid-19 pandemic on the supply chain, as well as the effects of the war in Ukraine on the macroeconomic situation of the year 2022, which was marked by an inflation increase and rising cost of raw materials. Thus, car production in the first six-month period of the year 2023 reached 43.7 million of produced vehicles, 4.7 million more than in the same period of the year 2022.

During the same period of 2024, the global automotive market has decreased its production by 0.2% compared to the same period of the previous year, having reached an amount of 43.6 million of vehicles manufactured, 0.1 million less than in the previous year.

In this market context, the Group has increased its turnover by 3.1% excluding the foreign currency translation impact, 3.3 percentage points above the market, overperforming in almost all geographies where manufactures vehicles and evidencing again its capacity of sustainable growth.

As of 30th June 2024, the Group has a liquidity reserve amounting to €1,737.7 million (Note 3.7), which will allow it to fulfil with the necessary payments for the continuity of its business during the 2024 financial year and the first half of 2025. In the same way, the Group has complied with the "covenants" of all its structural financing (Note 11).

With the available information at the date of preparation of these abbreviated consolidated interim financial statements, the Directors of CIE Automotive, S.A. estimate that the continuity of the business is not at risk given the solvency and liquidity position of the Group.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Investments in Russia

As of 30th June 2024 and 31st December 2023, the Russian company CIE Automotive RUS, LLC is invested by the Group, dedicated to the production and sale of automotive components. The Directors have evaluated the control over this investment both in 2024 and 2023 and it has been determined that the Group has effective control over the mentioned company, resulting in the application of the full consolidation method for its related net assets. The net book value of CIE Automotive RUS, LLC's net assets as of 30th June 2024 and 31st December 2023 is not significant after the value adjustments registered in year 2022.

Changes in the scope of consolidation

Six-month period ended 30th June 2024

On 26th March 2024, the Group, through its subsidiary CIE Berriz, S.L., and once the usual conditions precedent were met, entered into a share purchase agreement to acquire the entire capital stock of the company AKT Plásticos, S.L.U. amounting a value (Enterprise Value) of €19 million.

Additionally, on 20th February 2024, the company BillForge México, S.A. de C.V. has carried out a capital increase that has been fully subscribed by CIE Galfor, S.A.U. Thus, the latter company has gained control over the former company. This corporate transaction has resulted in no impact on the consolidated financial statements:

Six-month period ended 30th June 2023

On 2nd May 2023, the Group, through its subsidiary Autometal, Ltda., and once the usual conditions precedent were met, proceeded to acquire the entire capital stock of the Brazilian company Iber-Oleff Brasil, Ltda. amounting an approximate value (Enterprise Value) of €20 million. The acquisition cost, once adjusted the debt, amounted to €17.3 million (Note 2). After the acquisition of this company, the company name was modified to CIE Autometal Salto Indústria e Comércio, Ltda.

Additionally, during the first half of 2023, the following corporate transactions were carried out without any of them having significant impact on the consolidated financial statements:

- On 1st March 2023, the merger by absorption between the Brazilian companies CIE Forjas Minas, Ltda. (absorbing company) and Autoforjas, Ltda. (absorbed company) was carried out.
- On 17th April 2023, the British company Stokes Group Limited was liquidated.
- On 15th May 2023, the company name of Mahindra CIE Automotive, Ltd. was changed to CIE Automotive India, Ltd.
- On 30th May 2023, the merger by absorption between the companies Componentes de Automoción Recytec, S.L.U. (absorbing company) and Alurecy, S.A.U. (absorbed company) was carried out.

Preparation of the interim consolidated financial statements

These abbreviated consolidated interim financial statements have been authorized for issue by the parent company's Board of Directors on 22nd July 2024.

2. Business combinations

Six-month period ended 30th June 2024

On 26th March 2024, the Group, through its subsidiary CIE Berriz, S.L., has acquired 100% of share capital of the company AKT Plásticos, S.L. (Unipersonal) amounting to an acquisition cost of €33.4 million; which included an Enterprise Value of €19.0 million as well as €14.4 million for the debt assumption the previous partner had with the acquired company.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The business combination for taking control of the company, referring to 100% of the corresponding equity stake, as well as the detail of assets and liabilities arising from the acquisition; and the movement of cash funds from the operation is summarized below:

Thousand euro	Note	Net assets at fair value
Fixed assets	5	15,192
Deferred tax assets		983
Financial assets	7	25,959
Inventories		2,909
Accounts receivables		3,004
Other current assets		19,352
Cash and cash equivalents		843
Assets acquired		68,242
Provisions	12	1,300
Bank borrowings		7,461
Deferred tax liabilities		17,074
Accounts payables		1,272
Other liabilities		20,466
Liabilities acquired		47,573
Net assets acquired		20,669
Purchase Price		19,000
Debt assumption		14,394
Fair value of the net assets acquired		(20,669)
Goodwill	5	12,725

The cash flow of the transactions was:

Amount paid	19,000
Cash and cash equivalents at the entity acquired	(843)
Outflow of cash on the acquisition	18,157

This goodwill resulting from the acquisition has been attributed to the future profitability of the acquired business and the synergies expected to be obtained after the acquisition and its integration by the Group.

The main adjustments recognized correspond to the valuation of fixed assets at fair value, as well as the registration of pre-existing contingent liabilities based on the valuation of potential risks of the acquired business. Land and buildings have been registered according to valuation reports from independent third-party experts, while the fair value of machinery and other operating assets have been evaluated based on internal reviews.

The analysis of the business combination, as well as the process of assigning the purchase price to the fair value of the acquired assets and liabilities has not been finalized yet; however, it is not expected that any subsequent adjustment could have a material impact on the Group's financial statements.

The total revenue, the operating profit and the profit for the year contributed by this business combination as of 30th June 2024 amounted to €16.1 million, €2.1 million positive and €1.5 million positive, respectively.

Six-month period ended 30th June 2023

On 2nd May 2023, the Group, through its subsidiary Autometal, Ltda., acquired 100% of the capital share of the Brazilian company Iber-Oleff Brasil, Ltda. (currently named CIE Autometal Salto Indústria e Comércio, Ltda.) amounting to an acquisition cost of €17.3 million, €13.6 million paid on the acquisition date and an agreed deferred payment of €3.6 million.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The business combination for taking control of the company, referring to 100% of the corresponding equity stake, as well as the detail of assets and liabilities arising from the acquisition; and the movement of cash funds from the operation is summarized below:

Thousand euro	Note	Net assets at fair value
Fixed assets	5	15,343
Deferred tax assets		7,183
Financial assets	7	8,642
Inventories		4,300
Accounts receivables		2,174
Other current assets		598
Cash and cash equivalents		144
Assets acquired		38,384
Provisions	12	16,734
Bank borrowings		5,916
Deferred tax liabilities		6,998
Accounts payables		3,385
Other liabilities		1,035
Liabilities acquired		34,068
Net assets acquired		4,316
Purchase Price		17,260
Fair value of the net assets acquired		(4,316)
Goodwill	5	12,944

The cash flow of the transactions was:

Purchase Price	17,260
Outstanding amount at the time of the acquisition	(3,622)
Amount paid	13,638
Cash and cash equivalents at the entity acquired	(144)
Outflow of cash on the acquisition	13,494

This goodwill resulting from the acquisition was attributed to the future profitability of the acquired business and the synergies expected to be obtained after the acquisition and its integration by the Group.

The fair value of the acquired assets and liabilities was assessed in accordance with the report of an independent expert. The main adjustments recognised corresponded to the valuation of fixed assets at fair value, as well as the registration of pre-existing contingent liabilities based on the valuation of potential risks of the acquired business.

The provisions were recorded at fair value for the estimated future cash outflow is deemed possible and corresponded, mainly, to operating risks of the business, liabilities due to labour obligations, local tax risks and environmental risks. The amount of provisions recognised within the business combination amounted to €16.7 million at the acquisition date.

The analysis of the business combination, as well as the process of assigning the purchase price to the fair value of the acquired assets and liabilities finalized in year 2023.

The total revenue, the operating profit and the profit for the year contributed by this business combination as of 30th June 2023 amounted to €5.8 million, €1.4 million positive and €0.7 million positive, respectively. In case the takeover had occurred on 1st January 2023, the total revenue, the operating profit and the profit for the year contributed by this business combination as of 30th June 2023 would have amounted to €13.1 million, €2.4 million positive and €1.2 million positive, respectively.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

3. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these abbreviated consolidated interim financial statements for the six-month period ended 30th June 2024 are consistent with those used to prepare the 2023 Consolidated Annual Accounts of CIE Automotive, S.A. and subsidiaries. These abbreviated interim consolidated financial statements for the six-month period ended 30th June 2024 have been prepared according to International Accounting Standards (IAS) 34, "Interim financial reporting" and should be read along with the Consolidated Annual Accounts at 31st December 2023, which were prepared according to IFRS-EU for CIE Automotive, S.A. and subsidiaries.

3.1 Basis of presentation

These abbreviated consolidated interim financial statements for the six-month period ended 30th June 2024 have been prepared in accordance with the International Financial Reporting Standards (IFRS) and the recommendations issued by the Interpretation Committee for IFRS (IFRIC) adopted for utilisation in the European Union (IFRS-EU) and approved under European Commission Regulations in force at 30th June 2024.

The interim financial statements have been prepared under the historical cost approach, except for financial assets at fair value with changes in other comprehensive income, financial assets and liabilities (including derivative instruments) at fair value through profit or loss, assets held for sale (fair value less disposal costs) and retirement benefit plans - pensions (assets of the plans).

The preparation of interim financial statements and the preparation of consolidated financial statements in conformity with IFRS-EU requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the abbreviated interim financial statements are disclosed in Note 3.4. The judgements and estimates made by management when preparing the abbreviated interim consolidated financial statements at 30th June 2024 are consistent with those used in the preparation of the Consolidated Annual Accounts at 31st December 2023 of CIE Automotive, S.A. and subsidiaries.

The consolidated income statement in the six-month period ended 30th June 2024 and 2023 does not include unusual items that require a detail or a conciliation of balances.

Certain International Financial Reporting Standards are effective from 1st January 2024, prompting the Group to adapt its interim financial statements. The standards which have entered into force are disclosed in Note 3.5.

The Consolidated Financial Statements are not affected by any aspect that may contravene applicable presentation basis.

The figures disclosed in these interim financial statements are shown in thousands of euros, except as expressly indicated in another unit.

The information disclosed in these interim financial statements referring to the financial year 2024 includes, for comparative purposes, information relating to 2023. In the six-month period ended 30th June 2024, there have been no events that affect the comparability of the information.

3.2 Consolidation principles

The accompanying Appendix to these Notes sets out the subsidiaries included in the scope of consolidation.

The criteria used in the consolidation process have not varied with respect to those used in the year ended 31st December 2023 by CIE Automotive, S.A. and its subsidiaries.

The consolidation methods used are described in Note 1. The financial statements used in the consolidation process are, in all cases, those relating to the six-month period ended 30th June 2024 and 2023.

3.3 Operating segments' financial information

The Board of Directors has been identified as the maximum decision-making body. Operating segments are reported consistently with the internal reporting provided to the Board of Directors. The highest decision-making body is responsible for allocating resources to and assessing the performance of the operating segments.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Financial information related to operating segments is disclosed in Note 4.

3.4 Accounting estimates and judgments

The preparation of interim financial statements in accordance with IFRS-UE requires the application of relevant accounting estimates and making judgements, estimates and assumptions in the process of applying the Group's accounting policies. In this sense, the following is a summary in respect of the elements that have involved a greater degree of judgement and complexity or in which the assumptions and estimates are significant for the preparation of the abbreviated interim financial statements.

a) Goodwill impairment

The Group assesses annually goodwill for impairment. The recoverable amounts of cash-generating units, or where appropriate, cash-generating unit groups, have been determined based on value-in-use calculations. These calculations require the use of estimates. There was no impairment risk on the Group's goodwill at 31st December 2023.

The assumptions used in the assessments, the effects of the sensitivity analysis and other information on these impairment assessments are included in Note 8 of the Consolidated Annual Accounts of CIE Automotive, S.A. and subsidiaries at 31st December 2023, that considered market conditions updated to that date within the macroeconomic and sectorial context of the moment, together with the possible effects that could derive from climate change and the transition towards a low-carbon economy.

The evolution of the profitability of the different businesses of the CIE Automotive Group has remained at positive levels in the first half of 2024, with no impairment risk indicator having been detected which could modify the conclusions of the assessment and estimates carried out as of 31st December 2023 (Note 8).

b) Estimated fair value of assets, liabilities and contingent liabilities associated with a business combination

In business combinations, the Group classifies or designates, at the acquisition date, the identifiable assets acquired and liabilities assumed as necessary, based on contractual agreements, financial conditions, accounting policies and operating conditions or other pertinent circumstances that exist at the acquisition date in order to subsequently measure the identifiable assets acquired and liabilities assumed, including contingent liabilities, at their acquisition date fair value.

The measurement of the assets acquired and liabilities assumed at fair value requires the use of estimates that depend on the nature of those assets and liabilities in accordance with their prior classification and which, in general, are based on generally accepted measurement methods that take into consideration discounted cash flows associated with those assets and liabilities, comparable quoted prices on active markets and other procedures, as disclosed in the relevant notes to the annual financial statements, broken down by nature. In the case of the fair value of property, plant and equipment, fundamentally consisting of buildings used in operations, the Group uses appraisals prepared by independent experts.

c) Income tax

According to International Accounting Standards (IAS) 34 "Interim Financial Reporting", the amount included under the heading "Income tax" of the consolidated interim income statement of the six-month periods ended 30th June 2024 and 2023 has been calculated on the basis of the best estimate of the expected tax rate for the corresponding annual periods.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Tax credits and deductions and the tax effect of applying unused tax losses that have not been capitalised are treated as a reduction in income tax expense for the year in which they are applied or offset.

The calculation of income tax expense did not imply significant estimates except with respect to the amount of tax recognised in the year, which was, at all time, consistent with the consolidated annual accounts. Accordingly, the Group has assessed the recoverability of tax assets by updating the financial performance of the first six months of the year 2024, as well as the forecasted business figures with the available information, without detecting any impairment risk related to tax credits.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Deferred income taxes are calculated using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the Consolidated Annual Accounts. However, deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects either accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. Deferred income tax is provided on temporary differences arising on investments in subsidiaries, associates and joint ventures, except when the Group can control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets deriving from the carryforward of unused tax credits and unused tax losses are recognised to the extent that it is probable that future taxable profit will be available against which the tax assets can be utilised. On the fiscal year closing date, the Group determines the deferred tax assets which had not been recognized previously for accounting purposes. In the case of tax allowances in respect of investments, the tax credit is accrued as a decrease in expense over the period during which the items of property, plant and equipment that generated the tax credit are depreciated; this right is recognised with a credit to deferred income. Tax deductions in respect of R&D investment are classified as operating subsidies provided that the R&D expenses that entitle those deductions are taken to expense, that is, they have not been activated.

d) Pension benefits

The present value of the Group's pension obligations depends on a series of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions will impact the carrying amount of pension obligations.

The determination of the current value of the pension obligations is determined annually through actuarial valuations that imply the realization of several hypotheses that may differ from actual future events: discount rate, future salary increases, mortality rates, etc. Due to the complexity of the valuation and its long-term nature, the calculation of the obligation is very sensitive to changes in these assumptions, which are reviewed at each annual closing. Note 19 from the Consolidated Annual Accounts from 2023 includes more information on the Group's pension obligations and assumptions adopted for the corresponding update.

Other key assumptions for employee benefits are based in part on current market conditions.

e) Product warranties

Product warranty risks are recognized when it is probable an outflow of resources not covered by the relevant insurance policy. In some specific technologies, such as the roof systems business, the Group records warranty reserves based on expected claims based related to the sale of goods.

3.5 List and summary of standards, amendments to standards and interpretations published to date

a) Standards, amendments, and mandatory interpretations for all year beginning 1st January 2024

Adopted Standard		Group Impact
IAS 1 (Amendment) "Classification of liabilities as current or non-current"	<p>This amendment clarifies that liabilities are classified as current or non-current, depending on the rights that exist at the end of the reporting period. The classification is not affected by the entity's expectations or events subsequent to the year-end date (for example, receipt of a waiver or breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the "settlement" of a liability.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2024.</p>	The application of this amendment had no significant effect on the Group's Consolidated Financial Statements.
IFRS 16 (Modification) "Lease liabilities in a sale with a forward"	IFRS 16 includes requirements on how to account for a sale and leaseback on the date the transaction takes place. However, it did not specify how to record the transaction after that date. This amendment explains how it must be accounted a sale and leaseback after the	The application of this amendment had no significant effect on the Group's Consolidated

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

<p>lease”</p>	<p>date of the transaction.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2024.</p>	<p>Financial Statements.</p>
<p>IAS 1 (Amendment) “Non-current liabilities subject to conditions (“covenants)”</p>	<p>IASB has issued an amendment to IAS 1 “Presentation of financial statements”, in response to concerns raised about the application of previous amendments to it (in January and July 2020) in relation to the classification of liabilities as current or non-current, which would have entered into force for years beginning on or after 1st January 2023. The new amendment aims to improve the information provided when the right to defer payment of a liability is subject to compliance with conditions (“covenants”) within twelve months after the reporting period.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2024.</p>	<p>The application of this amendment had no significant effect on the Group’s Consolidated Financial Statements.</p>
<p>IAS 7 and IFRS 7 (Amendment) “Supplier financing agreements”</p>	<p>The amendment to IAS 7 and IFRS 7 entails an additional requirement for disclosure of information for companies issuing financial statements in order to increase transparency on the impact of supplier financing agreements. The IASB has developed these new requirements to provide users of financial statements with information that enables them to: 1) assess how to improve supplier financing arrangements on the liabilities and cash flows of enterprises and 2) understand the effect of supplier financing agreements in the exposure to liquidity risk and know the effect on the financial statements in the hypothetical case that said agreements are cancelled.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2024. However, there is an exemption to the presentation of certain information in the exercise of the initial application.</p>	<p>This amendment had no significant impact on the Group’s Consolidated Financial Statements.</p>
<p>IAS 12 “International Tax Reform–Pillar Two Model Rules”</p>	<p>OECD released Pillar Two Model Rules on December 2021 to ensure that Multinational Enterprises (MNEs) are subject to a 15% minimum effective tax rate. IASB made urgent decisions in order to respond to the concern of stakeholder with reference to the uncertainty of deferred tax recognition stemmed from the application of the standards.</p> <p>The amendment to IAS 12 introduces a temporary exemption to the recognition of deferred tax assets for those territories that endorse the international tax reform. It will contribute to ensure that the consistency of the financial statements prevails and, likewise, it will enable an easier application of the standards and the disclosures required to help investors understand the exposure of a company to corporate taxes derived from the tax reform.</p> <p>Companies can benefit from the temporary exemption immediately, but disclosures requirements for investors exist for fiscal years beginning on or after 1st January 2023.</p> <p>The European Union published Directive (EU) 2022/2523 in December 2022 and it is expected to entry into force in the tax territory where the parent company is based in year 2024.</p>	<p>The Group is awaiting the local transposition of PILLAR 2 –minimum taxation– in order to estimate in detail, the impact that this regulation will have on its future cash flows and income statement. However, it is not estimated, with the current available information, that the impacts will be relevant in most of the territories where the Group does business.</p>

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b) Standards, amendments and interpretations that have not yet entered into force, but that can be adopted in advance

Adopted Standard		Group Impact
IFRS 21 (Amendment) “The Effects of Changes in Foreign Exchange Rates”	<p>The amendment to IAS 21 clarifies how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking; as well as require the disclosure of information that enables users of financial statements to understand the impact of a currency not being exchangeable.</p> <p>Under the amendment, a currency is considered to be exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create “enforceable rights and obligations.”</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2025. Its early adoption is permitted, although it is pending approval by the European Union.</p>	<p>This amendment is not expected to have a significant effect on the Group's Consolidated Financial Statements in the future.</p>
IFRS 7 and 9 (Amendment) “Amendments to the Classification and Measurement of the Financial Instruments”	<p>The amendments to IFRS 7 and 9 address diversity in accounting practice by making the requirements more understandable and consistent.</p> <p>On the one hand, it is clarified how the contractual cash flows of ESG-linked financial assets should be assessed when determining whether they should be measured at amortised cost or fair value. Likewise, the IASB has also introduced additional disclosure requirements regarding investments in equity instruments designated at fair value through other comprehensive income (FVOCI) and financial instruments with contingent features.</p> <p>On the other hand, it is clarified the derecognition date of financial assets and liabilities when the instrument is settled via electronic cash transfers. The IASB has also developed an accounting policy to allow a company to derecognise a financial liability before it delivers cash on the settlement date if specified criteria are met.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2026. Its early adoption is permitted, although it is pending approval by the European Union.</p>	<p>This amendment is not expected to have a significant effect on the Group's Consolidated Financial Statements in the future.</p>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>IFRS 18 is a new IFRS Accounting Standard that replaces IAS 1 <i>Presentation of Financial Statements</i> and is aimed at improving the communication in the financial statements, with a focus on information about financial performance in the statement of profit or loss.</p> <p>The issuance of this new standard will improve the quality of financial reporting by requiring defined subtotals in the statement of profit or loss, requiring disclosure about management-defined performance measures and adding new principles for aggregation and disaggregation of information.</p>	<p>This amendment is not expected to have a significant effect on the Group's Consolidated Financial Statements in the future.</p>

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	This amendment applies for fiscal years beginning on or after 1 st January 2027. Its early adoption is permitted, although it is pending approval by the European Union.	
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	<p>IFRS 19 permits eligible subsidiaries to use IFRS Accounting Standards with reduced disclosures. Subsidiaries using IFRS Accounting Standards for their own financial statements provide disclosures that may be disproportionate to the information needs of their users.</p> <p>IFRS 19 will resolve these challenges by enabling subsidiaries to keep only one set of accounting records and reducing disclosure requirements.</p> <p>This amendment applies for fiscal years beginning on or after 1st January 2027. Its early adoption is permitted, although it is pending approval by the European Union.</p>	This amendment is not expected to have a significant effect on the Group's Consolidated Financial Statements in the future.

3.6 Seasonal nature of business and business volume

The Automotive business does not show any seasonal peak, so its sales are distributed uniformly throughout the year.

3.7 Liquidity management and working capital

The management of financial and market risks, liquidity, credit and commodity price risks that affect the Group's financial position remains unchanged with respect to the information contained in the Annual Accounts of CIE Automotive, S.A. and its subsidiaries for the year ended 31st December 2023.

The prudent management of liquidity risk entails maintaining enough cash and available financing through sufficient credit facilities. In this respect, the Group's strategy, articulated by its Treasury Department, is to maintain the necessary financing flexibility by maintaining sufficient headroom on its undrawn committed borrowing facilities. Additionally, and on the basis of its liquidity needs, the Group uses liquidity facilities (non-recourse factoring and the sale of receivables, usually transferring the related risks and rewards).

Management monitors the Group's forecast liquidity requirements together with the trend in net debt. The calculation of liquidity and net debt at 30th June 2024 and 31st December 2023 is calculated as follows:

Thousand euro	Note	30.06.2024	31.12.2023
Cash and cash equivalents	8	825,300	839,921
Other financial assets	7	181,823	194,897
Undrawn lines of credit	11	730,544	690,004
Liquidity buffer		1,737,667	1,724,822
Bank borrowings	11	2,092,104	2,169,467
Other financial liabilities	7	-	24
Cash and cash equivalents	8	(825,300)	(839,921)
Other financial assets	7	(181,823)	(194,897)
Net financial debt		1,084,981	1,134,673

Additionally, as of 30th June 2024, Shanghai Golde Auto Parts, Co. Ltd., a joint venture in which the Group has a 50% and consolidates using the equity method (Note 7), has a net treasury of €10 million (€16 million as of 31st December 2023).

The Group's treasury department estimates that actions in progress will allow avoiding lack of liquidity situations. In that sense, it is considered that cash generation for the second half of 2024 and in 2025 will allow facing recurrent payments without increasing net financial debt.

The Group's treasury department monitors Group's liquidity needs forecasts in order to ensure that there is enough cash to meet operative needs at the same time that maintains undrawn credit facilities at any time to ensure Group doesn't fail limits and rates ("covenants") established by financial entities (Note 11).

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The Group is strategically diversifying the financial markets and financing sources, it taps as a tool for eliminating liquidity risk and retaining financing flexibility in light of the situation prevailing in the European financial markets; this strategy has opened up access to internationalize the banking pool.

Amounts payable to credit institutions in the short term include recurring loans over time amounting to €30 million with financial institutions used for the management of operating working capital (€12 million as of 31st December 2023) (Note 11). Although this component of the bank debt is presented as a current liability for accounting purposes, it is stable as evidenced by the usual operation of the business, and therefore provides financing that is equivalent to long-term debt.

Noteworthy is the existence at 30th June 2024 of €731 million of undrawn credit lines and loans (31st December 2023: €690 million) (Note 11).

The following table shows a breakdown of working capital in the Group's interim abbreviated balance sheet as of 30th June 2024 and 31st December 2023:

Thousand euro	Note	30.06.2024	31.12.2023
Inventories	-	474,156	460,460
Trade and other receivables	-	294,564	241,897
Other current assets	-	65,704	64,071
Current tax assets	-	88,789	63,114
Current operating assets		923,213	829,542
Other current financial assets	7	99,857	126,875
Cash and cash equivalents	8	825,300	839,921
Current assets		1,848,370	1,796,338
Trade and other payables	-	996,138	961,866
Current tax liabilities	-	99,504	74,256
Current provisions	12	113,678	114,475
Other current liabilities	-	192,488	175,078
Current operating liabilities		1,401,808	1,325,675
Current financial borrowings	11	590,001	511,662
Other current financial liabilities	7	-	24
Current liabilities		1,991,809	1,837,361
TOTAL WORKING CAPITAL		(143,439)	(41,023)

Although the standalone figure for working capital is not a key parameter for the understanding of the financial statements, the Group actively manages working capital through net operating working capital and short- and long-term net borrowings, on the basis of the solidity, quality and stability of relations with customers and suppliers, and comprehensive monitoring of the situation with respect to financial institutions with whom in many cases automatically renews its credit lines.

One of the Group's strategies is to ensure the optimisation and maximum saturation of the resources assigned to the business. The Group therefore pays special attention to the net operating working capital invested in the business. In this regard, as in previous years, considerable work is being performed to control and reduce collection periods for trade and other receivables, as well as to optimise accounts payable with the support of banking arrangements to mobilise funds and minimise inventories through excellent logistic and industrial management, allowing JIT (Just In Time) supplies to the Group's customers.

In parallel, the Group's Management efficiently controls the exercise of payment of expenses and the exercise of realization of current assets, carrying out an exhaustive monitoring of the treasury forecasts, in order to ensure that it has enough cash to meet the operation needs while maintaining sufficient availability of undrawn credit facilities at all times so that the Group does not breach the limits or the indices ("covenants") established by the financing entities. As of 30th June 2024 and 31st December 2023, the Group complies with all the ratios required in its financing. Therefore, it is estimated that cash generation in 2024 and the first half of 2025 will sufficiently cover the needs to meet short-term commitments, avoiding any situation of tension in the liquidity position with the actions in progress.

As a result of the above, it may be confirmed that there is no liquidity risk at the Group.

Likewise, there are no significant restrictions to the use of cash/other cash equivalents (Note 8).

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

3.8 Fair value estimation

The Group complies with IFRS 13 requirements in measuring its assets and liabilities at fair value when such fair value measurement is required under other IFRS.

On the basis of the contents of IFRS 13 and in accordance with IFRS 7 on financial instruments measured at fair value, the Group reports on how it estimates fair value by level using the following fair value hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets and liabilities (Level 1).
- Inputs other than Level 1 quoted prices that are observable for the asset or liability, either directly (for example, as prices) or indirectly (for example, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

a) Level 2 financial instruments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Group uses a variety of methods such as estimated discounted cash flows and makes assumptions that are based on market conditions existing at each balance sheet date. If all the significant inputs required to calculate an instrument's fair value are observable, the instrument is included in Level 2.

Specific financial instrument valuation techniques include:

- i) Fair value of interest rate swaps is calculated as the present value of the estimated future cash flows.
- ii) Fair value of forward foreign exchange contracts is determined using quoted forward exchange rates at the balance sheet date.
- iii) It is assumed that the carrying amount of trade receivables and payables is similar to their fair value.
- iv) The fair value of financial liabilities for financial reporting purposes is estimated by discounting future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments.

The instruments included in Level 2 relate to financial derivative instruments (Note 7).

b) Level 3 financial instruments

If one or more of the significant inputs are not based on data observable in the market, the financial instrument is included in Level 3.

As of 30th June 2024 there are loans granted to Group employees valued at fair value and amounting to €15,510 thousand (€15,415 thousand as of 31st December 2023) (Notes 7 and 14).

In the business combination of CIE Autometal Salto Indústria e Comércio, Ltda., the Group incorporated a contingent liability payable to the prior owner amounting to BRL 20,000 thousand (Note 2), being its fair value €3,584 thousand as of 30th June 2024 (€3,883 thousand as of 31st December 2023).

The Group has no agreements for the offset of financial assets and liabilities.

3.9 Net investing hedge

Hedges of net investments in foreign operations are accounted for similarly to cash flow hedges. Any gain or loss on the hedging instrument relating to the effective portion of the hedge is recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in the income statement in the heading corresponding to the hedged underlying.

Gains and losses accumulated in equity are included in the income statement when the foreign operation is sold.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

As of 30th June 2024 and 31st December 2023, the Group holds investments which net assets are exposed to the risk of conversion into foreign currency, as well as, financing loans denominated in US dollars formalized through the company CIE Berriz, S.L. The main purpose of this financing agreement, denominated in US dollars, is to support the Group's sustainable growth in North America. In the first half of 2024, the negative exchange difference generated by this financing, which amounted to €2,544 thousand, has been recognized under the heading "Net investment coverage" in the Consolidated Interim Statement of Comprehensive Income (positive exchange difference amounting to €1,459 thousand in the first half of 2023); heading under "foreign currency conversion differences".

4. Segment information

The Group produces parts and components for the automotive industry, operating as a TIER 2 supplier in most cases. Although the Group supplies certain automobile manufacturers (OEMs) directly, on these occasions the Group usually acts as a TIER 2 supplier, with the OEMs assuming the role of the TIER 1 supplier.

The Group's business model is based on two strategic focal points: multi-technology and the global market, implying the ability to supply technology worldwide.

- Multi-technology: command of different technologies and processes enables the Group to offer complex high value-added products. The Group has the capacity to design and manufacture products using alternative or complementary technologies.
- Global market: worldwide industrialisation and supply capacity. The Group's customers are global and it has the ability to supply them from different geographic areas.

The Board of Directors is the Group's chief operating decision-making body, who reviews the Group's internal financial information for the purposes of evaluating performance and assigning resources to operating segments.

Management has determined the operating segments based on the structure of the reports reviewed by the Board of Directors, which analyses the business of the CIE Automotive Group from a geographical markets perspective in which it operates.

In this sense, the Group divides its area of activity into three geographic markets: America, Asia and Europe. In turn, the geographic markets of America and Europe are divided, respectively, into two different segments each, being North America and Brazil for the American market, and CIE Forging Europe and the rest of Europe for the European market. Thus, the Group's financial information is presented according to the following segments:

- North America: it includes, basically Group companies located in Mexico and United States.
- Brazil: it includes basically Group companies located in Brazil.
- Asia: it includes the Indian companies as well as the companies located in the People's Republic of China.
- CIE Forging Europe: it includes the business for the manufacture of European forging, dependent on the CIE Automotive India group.
- Rest of Europe: it includes all non-dependent of CIE India subgroup manufacturing businesses basically located in Europe.

The Group manages the operating segments corresponding to continuing activities based, mainly, on the evolution of the main financial figures of each segment, such as the revenue, EBITDA (gross operating profit), EBIT (net operating profit) and investments in fixed assets. Meanwhile, financial income and expenses, as well as income tax expense and the allocation of results to minority shareholders are jointly analysed at the Group level, since they are managed centrally.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

a) Operating segments information for continuing activities

Results per operating segments are as follows:

30 th June 2024						
Thousand euro	NORTH AMERICA	BRAZIL	ASIA	CIE FORGING EUROPE	REST OF EUROPE	TOTAL
Revenue	633,135	196,068	462,804	181,007	589,155	2,062,169
Other operating expenses and income (excluding depreciation and amortisation)	(515,001)	(158,007)	(374,489)	(150,905)	(481,852)	(1,680,254)
Depreciation, amortisation and impairment	(27,348)	(6,493)	(18,893)	(6,384)	(34,688)	(93,806)
Operating profit	90,786	31,568	69,422	23,718	72,615	288,109
EBITDA ^(*)	118,134	38,061	88,315	30,102	107,303	381,915

30 th June 2023						
Thousand euro	NORTH AMERICA	BRAZIL	ASIA	CIE FORGING EUROPE	REST OF EUROPE	TOTAL
Revenue	618,473	178,015	451,961	204,759	557,914	2,011,122
Other operating expenses and income (excluding depreciation and amortisation)	(502,601)	(141,021)	(373,655)	(169,192)	(460,776)	(1,647,245)
Depreciation, amortisation and impairment	(25,518)	(6,154)	(19,147)	(6,653)	(36,314)	(93,786)
Operating profit	90,354	30,840	59,159	28,914	60,824	270,091
EBITDA ^(*)	115,872	36,994	78,306	35,567	97,138	363,877

(*) EBITDA (gross operating income) results from summing depreciation, amortisation and impairment to the net operating profit.

Transactions between Group companies are performed under market conditions.

The reconciliation of the Operating profit and the Profit attributable to owners of the parent company is as follows:

Thousand euro	Note	30.06.2024	30.06.2023
Operating profit		288,109	270,091
Financial income (expense)	-	(38,488)	(43,538)
Share in profits of joint ventures and associates	7	4,209	4,115
Gains / (losses) on the fair value of derivative financial instruments	7	851	8,251
Corporate income tax	13	(51,293)	(51,691)
Discontinued operations	9	285	16,224
Attributed to non-controlling interests	-	(19,823)	(25,173)
Profit attributable to the parent company		183,850	178,279

Segments' assets, liabilities and capital expenditure of the period are as follows:

30 th June 2024						
Thousand euro	NORTH AMERICA	BRAZIL	ASIA	CIE FORGING EUROPE	REST OF EUROPE	TOTAL
Investments in joint ventures and associates	11,056	5,444	40,161	-	1,432	58,093
Rest of assets	1,436,862	554,011	1,807,057	531,854	1,443,910	5,773,694
Total assets	1,447,918	559,455	1,847,218	531,854	1,445,342	5,831,787
Total liabilities	551,259	151,676	398,449	192,607	2,718,493	4,012,484
Fixed asset additions ^(*)	69,519	8,380	23,182	6,082	33,057	140,220
Disposal of assets net of depreciation and amortisation ^(*)	(16)	(739)	(2,181)	(19)	(304)	(3,259)
Net investments for the year	69,503	7,641	21,001	6,063	32,753	136,961

(*) Fixed assets additions and disposals do not include IFRS 16 effects.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Thousand euro	31 st December 2023					TOTAL
	NORTH AMERICA	BRAZIL	ASIA	CIE FORGING EUROPE	REST OF EUROPE	
Investments in joint ventures and associates	9,881	6,095	37,255	-	1,433	54,664
Rest of assets	1,352,664	575,495	1,774,903	575,763	1,335,510	5,614,335
Total assets	1,362,545	581,590	1,812,158	575,763	1,336,943	5,668,999
Total liabilities	608,825	162,284	443,985	174,310	2,601,952	3,991,356
Fixed asset additions ^(*)	69,844	13,446	53,912	16,602	69,055	222,859
Disposal of assets net of depreciation and amortisation ^(*)	(127)	(2,657)	(1,955)	(386)	(3,014)	(8,139)
Net investments for the year	69,717	10,789	51,957	16,216	66,041	214,720

(*) Fixed assets additions and disposals do not include IFRS 16 effects.

Assets mainly include property, plant and equipment, intangible assets (including goodwill), deferred tax assets, inventories, accounts receivable and cash. Investments in subsidiaries included in the consolidation scope are shown separately.

Liabilities include, mainly, operating liabilities and long and short-term financing, excluding intragroup liabilities eliminated on consolidation.

Investments in non-current assets include additions to property, plant and equipment (Note 5.1) and intangible assets (Note 5.2).

The figures corresponding to the net amount of the revenue and non-current assets, excluding deferred tax assets and non-current financial assets and investments in joint ventures and associates, by geographical areas are the following:

Thousand euro	Revenue		Non-current assets	
	30.06.2024	30.06.2023	30.06.2024	31.12.2023
Europe ^(*)	770,162	762,673	1,390,922	1,360,220
Brazil	196,068	178,015	221,227	246,878
North America	633,135	618,473	939,091	866,958
China	137,406	154,890	557,168	554,126
India	325,398	297,071	507,415	489,400
TOTAL	2,062,169	2,011,122	3,615,823	3,517,582

(*) Sales to Spain for the first semester of 2023 have amounted to €138,659 thousand (2023: €105,660 thousand).

5. Property, plant and equipment, and intangible assets

5.1 Property, plant, and equipment

Set out below is a breakdown of property, plant and equipment showing movements:

Thousand euro	30 th June 2024					30.06.2024
	01.01.2024	ADDITIONS IN CONSOLIDATION SCOPE		DISPOSALS	TRANSFERS AND OTHER MOVEMENTS ^(*)	
		ADDITIONS				
Cost	3,716,294	15,134	147,477	(25,685)	19,219	3,872,439
Accumulated depreciation	(2,029,602)	-	(90,378)	21,662	(6,315)	(2,104,633)
Impairment	(22,409)	-	-	277	278	(21,854)
CARRYING AMOUNT	1,664,283					1,745,952

Thousand euro	30 th June 2023					30.06.2023
	01.01.2023	ADDITIONS IN CONSOLIDATION SCOPE		DISPOSALS	TRANSFERS AND OTHER MOVEMENTS ^(*)	
		ADDITIONS				
Cost	3,582,703	15,267	118,998	(30,498)	(23,651)	3,662,819
Accumulated depreciation	(1,945,547)	-	(90,079)	23,890	15,181	(1,996,555)
Impairment	(23,709)	-	-	649	(93)	(23,153)
CARRYING AMOUNT	1,613,447					1,643,111

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

a) Property, plant, and equipment by geographical area

Set out below is a breakdown of property, plant, and equipment by geographical location at 30th June 2024 and 31st December 2023:

Million euro	30 th June 2024			31 st December 2023		
	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	NET BOOK VALUE	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	NET BOOK VALUE
AMERICA	1,458	(685)	773	1,372	(652)	720
EUROPE	1,745	(1,113)	632	1,711	(1,095)	616
ASIA	669	(328)	341	633	(305)	328
TOTAL	3,872	(2,126)	1,746	3,716	(2,052)	1,664

b) Assets not used for operating activities

At 30th June 2024 and 31st December 2023 no significant items of property, plant and equipment are not used in operations.

c) Property, plant and equipment subject to guarantees

As of 30th June 2024 and 31st December 2023, the net book value of property, plant and equipment subject to guarantees related to debts with financial institutions was not significant.

d) Insurance

The Group has taken out a number of insurance policies to cover risks relating to property, plant and equipment. The scope coverage of these policies is considered to be sufficient.

e) Right of use of assets and lease liabilities

Plant and equipment include the following amounts in respect of finance leases under which the Group is the lessee:

Thousand euro	30 th June 2024				30 th June 2024		
	RIGHT OF USE OF ASSETS				LEASE LIABILITIES		
	LAND AND BUILDINGS	OTHER FIXED ASSETS	ACCUMULATED DEPRECIATION	TOTAL ASSETS	LONG TERM	SHORT TERM	TOTAL LIABILITIES
1st January 2024	112,098	24,440	(59,328)	77,210	58,713	22,851	81,564
Additions in consolidation scope	3,073	-	-	3,073	2,580	493	3,073
Additions	1,730	6,535	-	8,265	5,138	3,127	8,265
Disposals	(1,874)	(3,061)	4,336	(599)	(452)	(147)	(599)
Depreciation expense/Payments made	-	-	(12,047)	(12,047)	-	(13,445)	(13,445)
Debt update expenses	-	-	-	-	1,512	-	1,512
Long term/Short term transfers	-	-	-	-	(10,315)	10,315	-
Transfers and other ^(*)	927	(182)	(162)	583	428	194	622
30th June 2024	115,954	27,732	(67,201)	76,485	57,604	23,388	80,992
	30 th June 2023				30 th June 2023		
	RIGHT OF USE OF ASSETS				LEASE LIABILITIES		
	LAND AND BUILDINGS	OTHER FIXED ASSETS	ACCUMULATED DEPRECIATION	TOTAL ASSETS	LONG TERM	SHORT TERM	TOTAL LIABILITIES
31st December 2022	108,170	20,587	(48,954)	79,803	62,799	20,292	83,091
Additions	5,254	4,539	-	9,793	6,728	3,065	9,793
Disposals	(2,576)	(4,440)	6,217	(799)	(179)	(620)	(799)
Depreciation expense/Payments made	-	-	(11,118)	(11,118)	-	(12,354)	(12,354)
Debt update expenses	-	-	-	-	1,435	-	1,435
Long term/Short term transfers	-	-	-	-	(9,497)	9,497	-
Transfers and other ^(*)	(1,325)	(342)	871	(796)	(1,827)	980	(847)
30th June 2023	109,523	20,344	(52,984)	76,883	59,459	20,860	80,319

(*) It basically includes the effect of exchange rate fluctuations derived from foreign subsidiaries' property, plant and equipment.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The discount rates, estimated based on the cost of financing each of the Cash Generating Unit (CGU) groups operated by the Group, and are disclosed in Note 7 of the Consolidated Annual Accounts of the Group as of 31st December 2023:

f) Capitalisation of borrowing costs

The Group did not capitalise any borrowing cost in the six-month periods ended 30th June 2024 and 2023 involving significant amounts.

g) Commitments

Capital expenditure agreements committed for at the period end, but not yet incurred is as follows:

Thousand euro	30.06.2024	31.12.2023
Property, plant and equipment	98,771	101,875

These investments are financed mainly through the cash generated by the Group's activities and structured via payment agreements with suppliers and equipment vendors and if necessary, bank borrowings.

5.2 Goodwill and other intangible assets of defined useful life

Set out below is an analysis of the main intangible asset classes showing movements in assets:

Thousand euro	30 th June 2024					30.06.2024
	01.01.2024	ADDITIONS IN CONSOLIDATION SCOPE	ADDITIONS	DISPOSALS	TRANSFERS AND OTHER MOVEMENTS (*)	
Cost - Goodwill	1,795,131	12,725	-	-	12,237	1,820,093
Cost - Other intangible assets	108,303	58	1,008	(239)	(1,860)	107,270
Accumulated amortisation	(81,290)	-	(3,428)	127	2,323	(82,268)
Impairments	(21)	-	-	-	-	(21)
CARRYING AMOUNT	1,822,123					1,845,074

Thousand euro	30 th June 2023					30.06.2023
	01.01.2023	ADDITIONS IN CONSOLIDATION SCOPE	ADDITIONS	DISPOSALS	TRANSFERS AND OTHER MOVEMENTS (*)	
Cost - Goodwill	1,827,378	13,074	-	-	(34,876)	1,805,576
Cost - Other intangible assets	108,862	-	1,042	(1,383)	(1,108)	107,413
Accumulated amortisation	(77,032)	-	(3,707)	1,106	1,104	(78,529)
Impairments	(184)	-	-	-	3	(181)
CARRYING AMOUNT	1,859,024					1,834,279

(*) It basically includes the effect of exchange rate fluctuations of intangible assets and goodwill currency of foreign subsidiaries.

Goodwill is assigned to the Group's cash-generating units (CGUs) groups on the basis of the criterion of grouping together under each CGU group all the Group's assets and liabilities that jointly and indivisibly generate cash flows in an area of the business from a technology and/or geographical and/or customer viewpoint, on the basis of the synergies and risks shared.

The breakdown of goodwill as of 30th June 2024 and 31st December 2023, assigned to each CGU group level, detailed by operating segment is set out below:

	2024	2023
North America	289,027	280,630
Brazil	77,834	85,719
Asia	715,462	703,961
CIE Forging Europe	332,106	332,106
Rest of Europe	405,664	392,715
TOTAL	1,820,093	1,795,131

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

6. Goodwill and fixed assets impairment

a) **Methodology in the analysis of signs of impairment of fixed assets**

The Group carries out, at least once each year, a recovery analysis on its tangible and intangible assets, including goodwill. This analysis is carried out on two levels:

- Productive and intangibles assets with a defined useful life
- Goodwill

Productive and intangibles assets of defined use of life

The property, plant and equipment is subject to continuous assessments by the technicians of each production plant together with the management control team of each of them, keeping a control on the profitability of the projects according to the projections available continuously, and considering evidences of impairment of assets associated with projects with deficient returns.

Regardless of the continuous evaluation of these projects, the Group annually carries out an assessment to update the financial projections for each cash-generating unit which consists of a period of five years and which is used to formalize an analysis of the recovery of the net value accounted for all fixed and intangible assets of each production plant. Based on this annual assessment, as well as through the continuous evolution of each project, all possible impairment of the assets is recorded by the Group.

In the case of intangible assets with a defined useful life recognized by the Group in a business combination, which basically correspond to licenses and contracts related to customers, the Group verifies the evolution of cash flows considered for their initial calculation have not changed significantly, evidencing an impairment loss.

During the six-month periods ended 30th June 2024 and 2023, the Group has not registered any significant impairment over its operating assets.

Goodwill

The recoverable amount of the goodwill assigned to each CGUs or group of CGUs is determined based on value in use calculations. These calculations use cash flow projections based on the financial budget approved by Management, which generally covers a period of five years. Cash flows beyond the five-year period are forecasted assuming a market hypothesis regarding growth rates, in any case lower than the long-term average growth rate for the country in which each CGU or group of CGUs has its businesses.

To calculate the value in use, assumptions of future cash flows are used in accordance with the global situation of the markets in which the Group operates, as well as with their expected future evolution.

b) **Assumptions used in the calculation of value in use of the Group's businesses**

The assumptions used by the Group are the sales and margins generated by each cash-generating unit for the period for which the projections are forecasted, in addition to the annual growth rate and discount rate applied to calculate the value in use of each one of the CGUs or group of CGUs, and detailed by segment.

Sales and margin projection

Sales estimates are made at the level of each CGU and below it, at the level of each project, taking into account the confirmed purchase orders at the time of the budget, the portfolio of the different customers for each project, the estimated production units for ongoing projects in the forecasted period and future projects for which the Group has already been nominated.

The gross operating margin (EBITDA) applied to forecasted sales are estimated based on the current profitability of the contracts in production corrected, if applicable, for adjustments, positive or negative, in future profitability already known at the time of preparation of the forecast; as well as expected future returns from each of the projects which production has not started.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The average ^(f) of the margins projected by segment for the period of the projections has been as follows:

Segments	2023	2022
North America	20.66%	21.58%
Brazil	21.25%	20.04%
Asia	18.45%	17.44%
CIE Forging Europe	15.81%	15.57%
Rest of Europe	19.15%	18.14%

^(f) The average of the detailed margins is the result of dividing the sum of the gross operating results (EBITDAs) by the sum of the sales of the years that make up the projection period for each CGU or CGU grouping detailed by segment.

Calculation of residual value

The residual value is calculated by applying the “normalized annual cash flow”, which is made up of the EBITDA of the last year of the budget, minus the maintenance investments necessary to keep the activity at each plant (in the case of the Group it amounts between 2% and 4% of revenue depending on the region and technology); discounted by the normalized payment of taxes in the face of a future recurrence according to the tax situation of each of the tax territories.

Annual growth rate

The growth rates (g) used for the period beyond the projections used in 2023 and 2022 in the CGUs and groups of CGUs, which are reported by segment, were as follows:

Segments	2023	2022
North America	2.5%	2.5%
Brazil	5.0%	5.0%
Asia	4.5%-7.5%	4.5%-7.5%
CIE Forging Europe	2.25%	2.25%
Rest of Europe	2.25%	2.25%

The Group estimates the growth rate for each of the cash-generating units based on macroeconomic data related to inflation and growth in the economies of each of the countries where it operates, considering these as the main measurement factors for estimating the growth rate in current valuation models, due to the direct relationship between macroeconomic growth and the sale of vehicles.

Discount rate

The pre-tax discount rate was determined on the basis of the weighted average cost of capital (WACC) plus a premium to reflect the tax effect. The WACC was determined using the Capital Asset Pricing Model (CAPM), which is widely used for discount rate calculation purposes.

The methodology for calculating the discount rate used by the Group consists of adding to the risk-free rate of each market the specific risks of the assets assigned to each of the cash generating units.

The risk-free rate corresponds to the 10-year Treasury in the market in question. In the case of countries with economies or currencies with doubtful solvency levels, the Group carries out an estimate of its own risk applicable to each country.

The specific risk premium assigned to the Group's assets corresponds to the specific risks of the Automotive business itself, for which an estimated beta is used, based on the betas assigned to comparable companies or groups of companies.

The discount rates applied to cash flow projections in 2023 and 2022 were as follows:

Segments	2023	2022
North America	8.27%-11.64%	6.93%-11.65%
Brazil	14.03%	14.58%
Asia	6.60%-10.17%	6.74%-10.38%
CIE Forging Europe	6.69%-7.62%	6.11%-7.47%
Rest of Europe	6.59%-7.62%	6.03%-7.47%

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

c) Results of the impairment test

The value in use resulting from the impairment assessment are, to their lowest recoverable level, higher than the net book value of the total non-financial assets recognized by the Group, thus no impairment has been recorded in 2023 and 2022.

d) Impairment test sensitivity

The Group carried out as of 31st December 2023 the following sensitiveness simulations, without detecting evidences of impairment of goodwill:

- Penalty of the discount rate by 10%.
- Consideration of the perpetual cash flow equal to the last year of budgeted cash flow, that is, applying a growth rate (g) between 0% and 2%.

Additionally, a joint penalty of assumptions was carried out considering:

- Decrease of the forecasted EBITDA by 10 percentage points,
- Reduction of the growth rate (g) to 50% for each CGU (between 1.13% and 3.75%, depending on the geography).

The outcome of the sensitivity assessment determined that there is sufficient margin in the recovery of the goodwill recognized by the Group.

The growth and discount rates are assumptions based on external factors on which the Group does not have the capacity to act; in this sense, a more conservative assessment of such factors is carried out to verify that any significant variation would not result at risk the recoverability of assets subject to evaluation. The assumptions used to estimate the discount rate and the perpetual growth rate have not historically shown significant deviations, which is why it is considered that 10% of the discount rate and the reductions made to the growth rate are sufficiently conservative considerations for the purpose of sufficiently stressing the impairment assessment performed.

The Group's track record in the Automotive business has shown that its annual budgets and strategic plans (from which projections for impairment analyses are taken) are modest and have been comfortably met, and even improved always. Therefore, the Group considers that a 10 percentage points cut in its gross operating margins is more than sufficient for sensitivity analyses.

e) Assessment update as of 30th June 2024

The Group assessed goodwill for impairment in 2023 verifying that no value adjustment was needed to be registered according to the assumptions used and different sensitivity scenarios raised in the analysis carried out.

As of 30th June 2024, the Group has updated the cash flows forecasted in 2023 with the results up-to-date, as well as the most updated forecasts available. Accordingly, the cashflows generated by the Group's businesses have not changed significantly at the lowest level of the impairment assessment, and therefore, as of 30th June 2024, it can be affirmed that there is no evidence which could raise to a goodwill impairment.

With the external and internal information currently available, and with enough margin existing in the recovery of goodwill, it is not considered that possible future macroeconomic and political developments, in addition to those already contemplated in the projections, could substantially modify the conclusion of the impairment assessment carried out. Additionally, the projections made by each business unit include the effects on their cash flow generation accordingly to the measures adopted by the Group on energy transition, the actions carried out related to eco-efficiency and the impacts derived from the policies of the public administration to combat climate change.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

7. Financial assets and derivatives

Movements in the Group's financial assets as of 30th June 2024 and 2023 are as follows:

Thousand euro	30 th June 2024									
	01.01.2024	ADDITIONS IN CONSOLIDATION SCOPE (Note 2)	ADDITIONS	DISPOSALS	TRANSFERS AND OTHERS (*)	PROFIT OR LOSS	EQUITY	DISCONTINUED ACTIVITIES	RESULTS OF INVESTMENTS ACCOUNTED APPLYING THE EQUITY METHOD	30.06.2024
Valued at their amortized cost										
Deposits	136,636	322	2,466	(36,994)	2,317	-	-	-	-	104,747
Current credits	19,269	7,515	7	(7,800)	6,805	-	-	-	-	25,796
Non-Current credits	6,580	18,122	750	-	(7,670)	330	-	-	-	18,112
Credit originated in the German business disposal (Note 9)	11,786	-	-	(171)	-	-	-	340	-	11,955
Down-payments (Note 14)	5,200	-	-	-	-	-	-	-	-	5,200
Total loans and receivables at amortized cost	179,471	25,959	3,223	(44,965)	1,452	330	-	340	-	165,810
Valued at fair value										
Non-Current credits (Note 14)	15,415	-	-	(239)	-	334	-	-	-	15,510
Asset derivatives – Exchange rates	-	-	-	-	-	32	-	-	-	32
Liability derivatives – Exchange rates	(24)	-	-	-	(1)	25	-	-	-	-
Asset derivatives – Equity swap	11	-	-	-	-	460	-	-	-	471
Credits and derivatives	15,402	-	-	(239)	(1)	851	-	-	-	16,013
Investment in joint arrangements and associates	54,664	-	180	-	(960)	-	-	-	4,209	58,093
TOTAL	249,537	25,959	3,403	(45,204)	491	1,181	-	340	4,209	239,916

(*) It mostly includes the effect of currency exchange change on the financial assets of foreign affiliates and transfers, as well as the dividends distributed by the associated companies.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

30 th June 2023									
Thousand euro	01.01.2023	ADDITIONS IN CONSOLIDATION SCOPE (Note 2)	ADDITIONS	DISPOSALS	TRANSFERS AND OTHERS (*)	AMORTISED COST/FAIR VALUE ADJUSTMENTS		RESULTS OF INVESTMENTS ACCOUNTED APPLYING THE EQUITY METHOD	30.06.2023
						PROFIT OR LOSS	EQUITY		
Valued at their amortized cost									
Deposits	85,410	268	782	(28,702)	(1,088)	-	-	-	56,670
Current credits	17,423	1,811	50	-	113	-	-	-	19,397
Non-current credits	15	6,563	202	(15)	120	-	-	-	6,885
Down-payments (Note 14)	6,500	-	-	-	-	-	-	-	6,500
Total loans and receivables at amortized cost	109,348	8,642	1,034	(28,717)	(855)	-	-	-	89,452
Valued at fair value									
Non-Current credits (Note 14)	14,588	-	4,222	-	-	(484)	-	-	18,326
Asset derivatives – Exchange rates	-	-	-	-	(1)	126	-	-	125
Liability derivatives – Exchange rates	(140)	-	-	-	2	-	-	-	(138)
Asset derivatives – Equity Swap	-	-	-	-	-	2,008	-	-	2,008
Liability derivatives – Equity Swap	(5,872)	-	-	-	-	5,872	-	-	-
Liability derivatives – interest rate swaps	1,347	-	-	(729)	-	729	(1,347)	-	-
Credits and derivatives	9,923	-	4,222	(729)	1	8,251	(1,347)	-	20,321
Investment in joint arrangements and associates	57,929	-	572	-	(4,611)	-	-	4,115	58,005
TOTAL	177,200	8,642	5,828	(29,446)	(5,465)	8,251	(1,347)	4,115	167,778

(*) It mostly includes the effect of currency exchange change on the financial assets of foreign affiliates and transfers, as well as the dividends distributed by the associated companies.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

a) Debt instruments

Term deposits and loans accrue interests at a market interest rate of the country where the financial asset is held.

Current credits mainly correspond to an account receivable the Group holds with possibility of immediate availability with INSSEC DOS which balance at 30th June 2024 and 31st December 2023 stood at €16,800 thousand (Note 14).

The maximum exposure to credit risk at the date of presentation of consolidated interim information is the carrying amount of the assets.

Debt instruments valued at amortized cost do not differ from their fair value.

b) Financial derivatives instruments

• Interest rate swaps and others

As of 30th June 2024 and 31st December 2023, the Group had no interest rate swaps. In the first half of 2023 the Group liquidated interest rate swaps for an amount of €729 thousand.

• Equity swap

On 6th August 2018 the parent company arranged a new swap associated with the listed share price of CIE Automotive, S.A., which was novated on 28th December 2022. The underlying asset of the operation amounts to 2 million shares with an initial value of €25.09 per share. This underlying's valuation amounts to €471 thousand positive at 30th June 2024 (€11 thousand positive at 31st December 2023), and is due in 2028.

c) Investments in joint arrangements and associates

The companies of the Group, both associates and joint ventures, consolidated under the equity method, are as follows:

	Effective interest %	
	30.06.2024	31.12.2023
Galfor Eólica, S.L.	16%	16%
Gescrap - Autometal Comercio de Sucatas, Ltda.	30%	30%
Gescrap Autometal México, S.A. de C.V.	30%	30%
Soluciones de Gestión de Residuos Mexicana, S.A. de C.V. ⁽¹⁾	30%	30%
Ges Trading Nar, S.A. de C.V.	30%	30%
Gescrap India Pvt, Ltd.	20%	20%
Clean Max Deneb Power, LLP	17%	17%
Sunbarn Renewables Pvt., Ltd.	17%	17%
ReNew Surya Alok Pvt., Ltd.	20%	20%
Strongsun Solar Pvt, Ltd.	18%	18%
Sunseed Solar Pvt, Ltd.	17%	17%
Ohja Renewables Pvt, Ltd. ⁽²⁾	18%	-
Shanghai Golde Automotive Parts Co., Ltd.	50%	50%
Golde Automotive Parts (Ningde) Co., Ltd.	50%	50%
Basquevolt, S.A.	15%	15%

(1) Subsidiary company of Gescrap Autometal México, S.A. de C.V. without activity (dormant).

(2) Subsidiary company of CIE Hosur, Ltd, consolidated by the equity method after determining that significant influence exists.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The detail of the main investments accounted applying the equity method, and their contribution to the results of the Group is as follows:

Thousand euro	30 th June 2024			31 st December 2023		
	Investment value	Share in profit/(loss)	Dividends distributed	Investment value	Share in profit/(loss)	Dividends distributed
Shanghai Golde Automotive Parts Co., Ltd.	35,663	2,047	-	33,174	4,257	5,493
Gescrap de México associates	11,056	1,476	628	9,881	2,729	705
Gescrap - Autometal Comercio de Sucatas, Ltda.	5,444	573	610	6,095	1,615	1,276
Other	5,930	113	-	5,514	(218)	-
Total	58,093	4,209	1,238	54,664	8,383	7,474

There are no significant restrictions on the ability to access to those assets. There are no contingent liabilities related to these investments in associates. None of these companies is listed on a stock exchange.

The investment in Shanghai Golde Automotive Parts Co., Ltd. includes, in addition to the equity attributable to the Group based on its shareholding, an implied goodwill amounting to €29.2 million as of 30th June 2024 (€28.9 million at 31st December 2023) arising from the acquisition of the Golde roof systems business in the year 2019.

The complete detail, at 100%, of the assets and liabilities of the joint business Shanghai Golde Automotive Parts, Co. Ltd. as of 30th June 2024 and 31st December 2023, as well as the results generated for the six-month period ended 30th June 2024 and 2023, is as follows:

Balance sheet (Thousand euro)	30.06.2024	31.12.2023	Balance sheet (Thousand euro)	30.06.2024	31.12.2023
Non-current assets	23,266	25,450	Equity	12,983	8,571
Current assets	56,991	58,252	Non-current liabilities	13,325	13,322
			Current liabilities	53,949	61,809
Total assets	80,257	83,702	Total liabilities	80,257	83,702

Income statement (Thousand euro)	30.06.2024	30.06.2023
Revenue	46,048	50,826
Operating profit	4,745	5,112
Profit before tax	4,847	5,320
Profit from continuing operations	4,094	3,966
Other comprehensive income	4,356	3,966

8. Cash and cash equivalents

Cash and other cash equivalents at 30th June 2024 and 31st December 2023 break down as follows:

Thousand euro	30.06.2024	31.12.2023
Cash in hand and banks	495,838	503,446
Current bank deposits	329,462	336,475
TOTAL	825,300	839,921

Current bank deposits relate to investments of cash surpluses maturing in less than three months or available immediately. These deposits earn interest at a market rate depending on the currency.

The Group does not have significant bank accounts of cash and cash equivalents restricted as of 30th June 2024 and 31st December 2023.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The carrying amount of cash at Group companies is denominated in the following currencies:

Thousand euro	30.06.2024	31.12.2023
Euro	76,422	103,134
US dollar	219,910	199,304
Chinese yuan	300,737	301,584
Brazilian real	188,526	184,323
Indian rupee	19,280	27,335
Mexican peso	3,283	5,315
Other	17,142	18,926
TOTAL	825,300	839,921

9. Disposal groups classified as held for sale and discontinued operations

a) German Forging business

On 14th December 2022, the Board of Directors of CIE Automotive India, Ltd. made the decision to put the German forging business up for sale, corresponding to the company CIE Forging Germany GmbH and its subsidiaries, after receiving offers from potential buyers of this business.

On 9th August 2023, the Group signed, through its subsidiary CIE Forging Germany GmbH, a share purchase agreement whereby 100% of its stake in the operating companies of the German forging business Schöneweiss & Co. GmbH, Gesekschmiede Schneider GmbH, Falkenroth Umformtechnik GmbH and Jeco Jellinghaus GmbH was sold for a total amount of approximately €25 million. This compensation consisted of €22.5 million of fixed price and €2.5 million of contingent price subject to the collection of certain assets in the disposed companies. Out of the total agreed sale price, €11.7 million were collected in year 2023, being the remaining amount pending collection as of 30th June 2024. According to the maturities agreed in the contract as well as the estimated materialization of contingent assets, a net receivable amounting to €12.0 million as of 30th June 2024 (€11.8 million as of 31st December 2023) is registered (discounted amount), due in the second semester of 2024 and year 2025.

In accordance with the accounting standard, as of 31st December 2023, the Group reclassified the assets and liabilities of CIE Forging Germany GmbH, the holding company of the disposed companies, according to their nature in the consolidated balance sheet, as the book value of the company is not expected to be recovered through its sale. On the other hand, the income statement remained classified as discontinued operations.

The net profit contributed by this business, after the relevant valuation adjustments, amounted to €12.7 million as of 31st December 2023, including both the consolidated profit contributed by the disposed companies, as well as the transaction outcome and the discount effect over the accounts receivable with the seller.

b) Business of biofuels

On 13th September 2023, after the sale of its assets, the company Biocombustibles de Guatemala, S.A. was liquidated. The sale of assets and the subsequent liquidation of the company did not have significant impact on the income statement from discontinued operations (Note 1).

As of 30th June 2024 and 31st December 2023, the Group keeps the rest of the assets and liabilities associated with this business classified as a group of assets and liabilities held for sale. The net book value of the consolidated net assets allocated to the biofuel business is not significant.

c) British forging business - Stokes

On 17th April 2023, the company Stokes Group Limited was liquidated, after the disposal of all the assets related to the business. The result generated by the sale of these assets and the subsequent liquidation of the business was not significant.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The following is the discontinued income statement for the six-month period ended 30th June 2024 and 2023:

Thousand euro	Six-month period ended 30 th June	
	2024	2023
OPERATING REVENUE	2,096	142,935
Revenue	2,066	118,862
Other operating income	30	16,381
Change in inventories of finished goods and work in progress	-	7,692
OPERATING EXPENSES	(1,841)	(118,799)
Consumption of raw materials and secondary materials	(893)	(65,281)
Employee Benefit expenses	(530)	(25,481)
Depreciation, amortisation, and impairment	-	(18,252)
Other operating expenses	(418)	(9,785)
OPERATING PROFIT	255	24,136
Finance income/(costs)	165	(867)
Net exchange differences	-	(973)
PROFIT BEFORE TAXES	420	22,296
Corporate income tax	(135)	(6,072)
PROFIT FOR THE YEAR FROM DISCONTINUED ACTIVITIES	285	16,224

As of 30th June 2024 and 2023, the disclosure of revenue from discontinued activities per geographic area is as follows:

Thousand euro	Six-month period ended 30 th June	
	2024	2023
Rest of Europe	-	116,284
Spain	2,066	2,578
REVENUE	2,066	118,862

The information of the assets and liabilities of the disposable group classified as held for sale related to discontinued activities described above are summarized in the following table on 30th June 2024 and 31st December 2023:

ASSETS (Thousand euro)	30.06.2024	31.12.2023	LIABILITIES (Thousand euro)	30.06.2024	31.12.2023
Non-current assets	313	313	Current liabilities	705	326
Property, plant, and equipment	255	255	Trade and other payables	415	227
Other intangible assets	3	3	Current tax liabilities	231	61
Deferred tax assets	29	29	Other current liabilities	59	38
Other non-current assets	26	26			
Current assets	611	345			
Inventory	144	117			
Trade and other receivables	56	67			
Other current assets	6	8			
Current tax assets	19	3			
Cash and cash equivalents	386	150			
TOTAL ASSETS	924	658	TOTAL LIABILITIES	705	326

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The consolidated cash flow statement for discontinued activities for the six-month period ended 30th June 2024 and 2023 is as follows:

Thousand euro	Six-month period ended 30 th June	
	2024	2023
PROFIT BEFORE TAXES	420	22,296
Adjustments to year's profit	(165)	19,681
Depreciation, amortisation and impairment	-	18,252
Finance profit/(loss) and exchange rate differences	(165)	1,840
Other adjustments to year's profit	-	(41)
Changes in working capital	(19)	(17,176)
Net variation of provisions	-	(3,316)
Other changes in net working capital	(19)	(13,860)
Other cash flows from operating activities	-	(671)
Interests paid and collected	-	(671)
CASH FLOWS FROM OPERATING ACTIVITIES	236	24,130
Acquisition of property, plant and equipment and intangible assets	-	(2,050)
Financial assets movement	-	177
Proceeds from the sale of property, plant and equipment and intangible assets	-	421
CASH FLOWS FROM INVESTING ACTIVITIES	-	(1,452)
Income (net of reimbursements) from high-rotation borrowings	-	(28,055)
Lease payments	-	(704)
CASH FLOWS FROM FINANCING ACTIVITIES	-	(28,759)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	236	(6,081)
Cash and equivalents at beginning of the period	150	10,200
Cash and equivalents at end of the period	386	4,119

10. Equity

10.1 Capital, share premium and treasury share

The variations for the six-month period ended on 30th June 2024 and 2023 of the number of shares, the share capital, the treasury shares and the share premium have been as follows:

Movements in thousand euro	30 th June 2024				
	No. shares (thousands)	Share capital	Treasury shares	Share premium	Total
At 1 st January 2024	119,807	29,952	(1,202)	152,171	180,921
Acquisition of treasury shares	-	-	(9,440)	-	(9,440)
Sale of treasury shares	-	-	8,656	-	8,656
At 30th June 2024	119,807	29,952	(1,986)	152,171	180,137
Movements in thousand euro	30 th June 2023				
	No. shares (thousands)	Share capital	Treasury shares	Share premium	Total
At 1 st January 2023	122,550	30,637	(60,326)	152,171	122,482
Acquisition of treasury shares	-	-	(2,102)	-	(2,102)
Sale of treasury shares	-	-	4,790	-	4,790
Share capital reduction	(2,743)	(685)	57,117	-	56,432
At 30th June 2023	119,807	29,952	(521)	152,171	181,602

a) Share capital

The share capital of CIE Automotive, S.A. at 31st December 2022 was represented by 122,550,000 fully paid ordinary bearer shares, represented through accounting entries, with a par value of €0.25 each, listed on the Madrid stock market. On 30th March 2023, a reduction of the share capital amounting €685 thousand was carried out through the redemption of 2,742,516 treasury shares, acquired during 2022. After that operation, the share capital of the parent company as of 30th June 2024 and 2023 is represented by 119,807,484 fully paid ordinary bearer shares, represented through accounting entries, with a par value of €0.25 each, listed on the Madrid stock market.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

As of 30th June 2024 and 31st December 2023, the most relevant participations in the share capital of CIE Automotive S.A., that is, the companies that, directly or indirectly, participate in the share capital in a percentage equal to or greater than 10%, are the following:

Interest %	30.06.2024	31.12.2023
Acek Desarrollo y Gestión Industrial, S.L. ^(*)	16.05%	16.05%
Corporación Financiera Alba, S.A.	13.66%	13.66%
Elidoza Promoción de Empresas, S.L.	10.58%	10.58%

(*) 5.93% directly and 10.12% indirectly, through Risteel Corporation, B.V. as of 30th June 2024 and 31st December 2023.

The stock price of the parent company CIE Automotive, S.A. listed in the Madrid Stock Exchange was €25.95 at 30th June 2024 (last listed session of the period).

b) Share premium

This reserve is freely available for distribution.

c) Treasury shares

The movement of treasury shares during the periods ended on 30th June 2024 and 2023 is broken down in the following table:

	30th June 2024		30th June 2023	
	Number of shares	Amount (Thousand euro)	Number of shares	Amount (Thousand euro)
Opening balance	47,517	1,202	2,919,127	60,326
Acquisition	367,472	9,440	78,389	2,102
Disposal	(341,064)	(8,656)	(230,000)	(4,790)
Share capital reduction	-	-	(2,742,516)	(57,117)
Ending balance	73,925	1,986	25,000	521

During the first half of 2024, the parent company has sold a net amount of 26,408 treasury shares directly, up to a total of 73,925 shares (reaching 0.06% of the total voting rights issued by the Company), which are added to the indirect participation resulting from the equity swap agreement signed in the year 2018 with Banco Santander, S.A. for the acquisition of 2,000,000 shares (equivalent to 1.67% of the total voting rights). During the first half of 2023, the parent company sold a net amount of 151,611 treasury shares directly. Likewise, a share capital reduction was carried out through the redemption of 2,742,516 treasury shares, being the ending balance 25,000 shares as of 30th June 2023 (reaching 0.02% of the total voting rights issued by the Company), which were added to the indirect participation resulting from the equity swap agreement signed in the year 2018 with Banco Santander, S.A. for the acquisition of 2,000,000 shares (equivalent to 1.67% of the total voting rights).

Also, rescinding the resolution adopted by the General Meeting of Shareholders on 4th May 2023 for the unexecuted part, the General Meeting of Shareholders on 8th May 2024 agreed to authorize the Company, directly or through any of its subsidiaries, for a maximum of five years from the date of the General Meeting of Shareholders, to acquire, at any time and as many times as it deems appropriate, shares of CIE Automotive, S.A., by any means permitted by Law, including against profits for the year and/or unrestricted reserves, and to subsequently dispose of or redeem such shares, all accordance with article 146 and related provisions of the Spanish Companies' Act.

Under this authorization framework, on 8th May 2024, the Company's General Shareholders' Meeting approved a program to repurchase the Company's treasury shares in order to reduce up to a maximum of 10% of the parent company's share capital through the redemption of treasury shares, reserving the right to terminate this program prior to the expiration date in accordance with the agreed terms.

d) Earnings per share

Basic earnings per share are calculated by dividing the profit attributable to the parent company's shareholders by the weighted average number of ordinary shares outstanding in the period, excluding treasury shares acquired by the parent company.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

	30.06.2024	30.06.2023
Profit attributable to the parent company's shareholders (thousand euro)	183,850	178,279
Profit / (loss) from discontinued operations attributable to the parent company's shareholders (thousand euro) (*)	228	10,829
Weighted average number of ordinary shares outstanding (thousand)	119,751	119,678
BASIC EARNINGS	1.535	1.490
Basic earnings per share from continuing activities (euro per share)	1.533	1.399
Basic earnings per share from discontinued activities (euro per share)	0.002	0.091

(*) The profit/(loss) from discontinued operations of the Group (six-month period ended 30th June 2024 and 2023: €285 thousand and €16,224 thousand respectively) which corresponds to the shareholders of the parent company is €228 thousand on 30th June 2024 and €10,829 thousand on 30th June 2023 (Note 9).

e) Dividend per share

On 8th May 2024, the General Meeting of Shareholders of CIE Automotive, S.A. has agreed to distribute the individual result for the 2023 year, approving the distribution of a complementary dividend of €0.45 gross per share entitled to a dividend, which has meant a total of €53,885 thousand. The disbursement has been made effective on 8th July 2024.

On 14th December 2023, the Board of Directors of CIE Automotive, S.A. agreed the payment of an interim dividend charged to the profit of the year 2023 for an amount of €0.45 per share, which meant a total of €53,893 thousand (Note 14.c)). Payment has been effective on 5th January 2024.

On 4th May 2023, the General Meeting of Shareholders of CIE Automotive, S.A. agreed to distribute the individual result for the 2022 year, approving the distribution of a complementary dividend of €0.42 gross per share entitled to a dividend, which meant a total of €50,189 thousand. The disbursement was made effective on 7th July 2023.

On 15th December 2022, the Board of Directors of CIE Automotive, S.A. agreed the payment of an interim dividend charged to the profit of the year 2022 for an amount of €0.41 per share, which meant a total of €49,049 thousand. The payment was made effective on 5th January 2023.

II. Borrowings

The detail of the resources of the Group as of 30th June 2024 and 31st December 2023, classified by concept is as follows:

Thousand euro	30.06.2024	31.12.2023
Bank borrowings (a)	1,502,103	1,657,805
Non-current borrowings	1,502,103	1,657,805
Bank borrowings (a))	214,125	225,223
Commercial paper programme (b)	345,570	274,420
Discounted bills pending maturity and prepayments on export bills	30,306	12,019
Current borrowings	590,001	511,662
TOTAL BORROWINGS	2,092,104	2,169,467

The Group's policy is to diversify its financing sources. There is no concentration of loan/credit risk in respect of its bank borrowings as the Group works with multiple entities.

The exposure of the Group's bank borrowings to interest rate changes is as follows:

Thousand euro	Period-end balance	Over 1 year	Over 5 years
Total borrowings	2,092,104	1,502,103	110,569
Total borrowings at fixed interest rate	(1,067,898)	(563,208)	(16,338)
Risk at 30th June 2024	1,024,206	938,895	94,231
Thousand euro	Period-end balance	Over 1 year	Over 5 years
Total borrowings	2,169,467	1,657,805	75,877
Total borrowings at fixed interest rate	(1,182,288)	(757,097)	(22,580)
Risk at 30th June 2024	987,179	900,708	53,297

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

a) Bank borrowings

Non-current borrowings have the following maturities:

Thousand euro	30.06.2024	31.12.2023
Between 1 and 2 years	389,502	315,667
Between 3 and 5 years	1,002,032	1,266,262
Over 5 years	110,569	75,876
TOTAL NON-CURRENT BORROWINGS	1,502,103	1,657,805

The effective interest rates at the balance sheet dates are the usual market rates (benchmark rate plus a market spread) and there are no significant differences with respect to other companies of a similar size and with similar risk and borrowing levels.

Bank borrowings carry interest at market rates, by currency, plus a spread that ranges between 95 and 790 basis points as of 30th June 2024 (95 and 720 as of 31st December 2023).

The carrying amounts and fair values of current and non-current borrowings do not differ significantly since an important portion thereof has been arranged recently and, in all cases, they accrue interest at market rates; note additionally the effect of the interest-rate hedges described in Note 7.

The carrying amount of the Group's borrowings is denominated in the following currencies:

Thousand euro	30.06.2024	31.12.2023
Euro	1,936,037	1,989,122
US Dollar	136,999	164,925
Others	19,068	15,420
TOTAL BORROWINGS	2,092,104	2,169,467

At 30th June 2024 the Group had drawn credit lines with financial institutions for an amount of €30 million (31st December 2023: €78 million). The total limit of the aforementioned lines of credit amounts to €761 million (31st December 2023: €768 million), so it has €731 million (31st December 2022: €690 million) of loans and credit lines undrawn at a fixed and floating interest rate.

Thousand euro	30.06.2024	31.12.2023
Expiring within one year	224,597	254,309
Expiring beyond one year	505,947	435,695
TOTAL AVAILABLE LINES OF CREDIT AND LOANS	730,544	690,004

Syndicated loan 2014

On 28th July 2014 CIE Automotive, S.A. entered into a new financing arrangement with a syndicate of six financial institutions for €450 million. The amortisation period stood at 5 years, with an average term of 4.7 years. This improved the average term of the Group's financing and also the economic terms and conditions of the former syndicated financing agreement. The subsequent amendments related to this financing were the following:

- On 13th April 2015 the syndicated loan was novated and a decrease in the initially negotiated spread was agreed. Similarly, it was agreed to extend the maturity periods, establishing the new final maturity date in April 2020.
- On 14th July 2016, the parent company signed a second novation with respect to the syndicated financing agreement. According to this novation, the total amount was increased by €150 million, to €600 million, the maturity period was extended for another year, the last payment therefore being due in April 2021 and a change was agreed in the margin initially negotiated and novated in 2015.
- On 6th June 2017, the parent company signed a third novation with respect to the syndicated financing agreement. According to this novation, the maturity period was extended by one year for most of finance institutions, being the last payment due in April 2022.
- On 27th April 2018, the parent company signed a fourth novation of this syndicated financing agreement. According to this novation, the maturity period was extended by one year, being the last payment due in April 2023.
- On 12th April 2019, the parent company has signed a fifth novation with respect to the syndicated agreement. According to this novation, the limit has been increased by €90 million, reaching a total of €690 million; and the maturity has been extended until April 2024.
- On 27th February 2020, the parent company requested the extension of the maturity date until 13th April 2025, being approved by most of the financing entities.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

- In June 2020, this finance agreement became a sustainable loan valued by an external agent annually with its subsequent adjustment to the margin based on the improvement of the annual ratios of the Group's Environmental, Social and Governance criteria.
- On 16th June 2021, the extension of this financing until April 2026 was signed, and said extension was unanimously approved by the financing entities.
- On 6th June 2022, the extension of this financing until April 2027 was signed, a new extension was unanimously approved by the financing entities.
- On 7th June 2023, the extension of this financing until April 2028 was signed. This renewal prioritises sustainable financing as long as it continues to be tied to criteria for the improvement of the evolution of the activity in Environmental, Social and Governance (ESG) terms. The extension was unanimously approved by the financing entities.
- On 23rd April 2024, the parent company signed a novation of the syndicated loan, resulting in an extension on the maturity period by one year, being the last payment due in April 2029; with no substantial modification for the remaining conditions. This financing agreement continues to be linked to ESG criteria and the novation has been unanimously approved by the financing entities.

The drawn amount of this syndicated financing agreement on 30th June 2024 amounted to €250 million (31st December 2023: €310 million), and its interest rate is indexed to Euribor plus a variable margin based on the Net Finance Debt/EBITDA ratio.

Other financing agreements

On 14th July 2016, the Parent company arranged a new loan with several financial and insurance institutions amounting to €85 million and with final maturity in 10 years. Part of this finance agreement was contracted to a fixed interest rate, and the other part to a floating interest rate indexed to Euribor. In July 2021, a 2-year extension was signed for this financing, bringing the final maturity to 2028 and becoming the same at a fixed market interest. The balance disposed to 30th June 2024 and 31st December 2023 amounts to €68 million.

In 2014 and 2018, the Group signed financing agreements with the European Investment Bank (EIB) to finance various research and development projects in the automotive components sector. During the first half year of 2021 the Group paid-out the finance agreement signed in 2014. In addition, in September 2020 the Group signed a finance agreement with this institution amounting to €40 million, due in 2030. The final maturity of these financings is in 2031 and the outstanding balance as of 30th June 2024 amounts to €89 million (31st December 2023: €95 million). Additionally, on 31st May 2024, a new financing agreement has been signed whereby the Group has obtained a loan for a total amount of €36 million with an initial maturity of 10 years. The objective of this contract is to finance research and development activities that the Group is carrying out in Europe to support the competitiveness and growth through innovative technologies that contribute toward improved sustainability and material efficiency.

On 5th July 2018 the Group signed a financing contract amounting to USD150 million with International Finance Corporation (World Bank Group) and EDC (Export Development of Canada). This funding has a maturity of 10 years and aims to support sustainable growth of the CIE Automotive Group in Mexico in the coming years. On 30th June 2024 the drawn amount of such funding is €75 million approximately (31st December 2023: €82 million approximately).

All these financing facilities are subject to compliance with different financial ratios usual for these contracts in the market. As of 30th June 2024 and 31st December 2023, the Group complies with all the obligations that, in accordance with the financing contracts, were in force and were payable by the different lenders as of that date.

The rest of the Group's financing relates mainly to non-structural financing contracted by the parent company under market conditions. In addition to these, other significant financing agreements are as follows:

- On 11th May 2016, the Group arranged, through its US subsidiary CIE Investments USA, Inc., two loans of USD35 million each, with a final maturity of 3 and 5 years, respectively, at a floating interest rate, linked to a market interest rate. In 2020 and 2021, both loans were renewed, increasing the outstanding balance of one of the loans up to USD35 million. In 2023, the final maturity of the loans was extended until 2026, in turn increasing the amount of financing. The balance as of 30th June 2024 amounts to €33 million (31st December 2023: €45 million).
- In June 2018, the Group contracted a new loan of USD50 million from a financial institution, through the Mexican subsidiary CIE Automotive de México, S.A.P.I. de C.V., for a five years term and an eleven-month grace period, at a floating interest rate linked to a market interest rate, on conditions in line with current market price parameters. This loan was paid back in the first half of 2023.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

In its commitment to sustainability and in accordance with its strategic plan, the Group has been incorporating sustainable financing criteria into its financing in its objective for 2025 of obtaining more than half of the Group's gross debt classified as sustainable debt.

In the first semester of 2024, the Group has repaid €422 million (2023: €248 million) and has been arranged €228 million of financing agreements, including those disclosed above (2023: €110 million).

b) Commercial paper program

On 19th July 2018, the parent company of the Group made public the formalization of a program of issuance of commercial paper program with a maximum amount of €200 million, which was registered in the Ireland Stock Market and which will serve as diversification of financing of working capital needs of the Group and as an alternative to bank financing for this purpose. On 18th July 2019, the program was renewed increasing the maximum amount to €300 million. On 18th March 2020, the maximum amount was increased to €400 million and on 21st July 2020 the program was renewed. As of 30th June 2024, the drawn balance amounts to €346 million (€274 million as of 31st December 2023).

12. Provisions

The detail of the provisions as of 30th June 2024 and 31st December 2023 is as follows:

Thousand euro	30.06.2024	31.12.2023
Provisions for commitments with employees	44,841	43,959
Other provisions	218,290	217,592
TOTAL	263,131	261,551

12.1 Provisions for commitments with employees

Set out below is a breakdown of employee benefit provisions classified by country:

Thousand euro	30.06.2024	31.12.2023
Germany	34,485	34,378
India	7,654	6,838
Italy	2,457	2,505
México	245	238
TOTAL PENSIONS	44,841	43,959

No significant updates took place to the actuarial and financial assumptions to the ones disclosed in Note 19 of the Consolidated Annual Accounts for the year 2023.

The main commitments of post-employment plans and other long-term benefits to the personnel that several companies in the Group guarantee to certain groups disclosed by country are the following ones:

- 1) Post-employment benefit plans and other long-term employee benefits in Germany fully covered through in-house provisions, such as, length-of-service awards and supplements under phased retirement arrangements.
- 2) Post-employment benefit plans in India which are mostly under in-house provisions: lifetime retirement pensions, retirement awards financed externally under insurance contracts and retirement awards in the event of the termination of the employment contracts.
- 3) Post-employment benefit plans in Italy. The pension model is currently TFR. This was a defined benefit plan that was converted into a defined contribution plan as a result of the Pension Reform which took place in December 2005.

The Group estimates annually, through actuarial studies carried out by independent experts, the amount of the obligation and payments for pension and benefits similar to those that will have to be made in the following year, which are recorded as current liabilities in the Consolidated Balance Sheet.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

The movement of the defined benefit obligation and long-term benefits to personnel during the six-month period ended 30th June 2024 and 2023 has been as follows:

Thousand euro	30 th June 2024							
	01.01.2024	CURRENT SERVICES COST	EXPENSES/ (INCOME) BY INTEREST	ASSESSMENT CALCULATION		FEE PAYMENTS	TRANSLATION DIFFERENCES	30.06.2024
				LOSSES FROM CHANGES IN FINANCIAL ASSETS	(PROFIT) / (LOSS) FROM EXPERIENCE			
Post-employment benefits	43,721	1,441	536	(27)	-	(1,282)	207	44,596
Long-term benefits to employees	238	-	-	-	-	-	7	245
TOTAL PENSIONS	43,959	1,441	536	(27)	-	(1,282)	214	44,841

Thousand euro	30 th June 2023							
	01.01.2023	CURRENT SERVICES COST	EXPENSES/ (INCOME) BY INTEREST	ASSESSMENT CALCULATION		FEE PAYMENTS	TRANSLATION DIFFERENCES	30.06.2023
				LOSSES FROM CHANGES IN FINANCIAL ASSETS	(PROFIT) / (LOSS) FROM EXPERIENCE			
Post-employment benefits	40,196	1,939	-	(11)	-	(1,258)	(83)	40,783
Long-term benefits to employees	172	57	-	-	-	-	(3)	226
TOTAL PENSIONS	40,368	1,996	-	(11)	-	(1,258)	(86)	41,009

(1) It corresponds to lifetime retirement pensions in Germany and India, as well as retirement awards in India and post-employment benefit plans in Italy and Mexico.

12.2 Other current and non-current provisions

The breakdown of the movements in Group provisions in the first half of 2024 and 2023 is as follows:

Thousand euro	30.06.2024	30.06.2023
Opening balance	261,551	308,817
Additions in consolidation scope	1,300	16,734
Additions / (Reversals)	9,605	(5,976)
Income statement	9,632	(5,965)
Reserves	(27)	(11)
Applications	(7,735)	(38,589)
Transfers and other movements (*)	(1,590)	4,196
Ending balance	263,131	285,182
NON-CURRENT PROVISIONS	149,453	148,081
CURRENT PROVISIONS	113,678	137,101

(*) Mainly relate to exchange rate effects in subsidiaries.

Non-current provisions at 30th June 2024 mainly include the following:

- A €45.4 million provision (31st December 2023: €43.4 million) to cover the operating risks of the business which are considered to be payable in the long term, corresponding in a significant part to liabilities associated with contracts with clients for a value of €4.2 million (31st December 2023: €4.1 million) and the coverage of guarantees negotiated with clients related to the manufacture of solar roofs worth €11.9 million (31st December 2023: €10.5 million).
- A €51.9 million provision (31st December 2023: €51.2 million) corresponding almost entirely to tax contingencies in Brazil, mainly related to taxes and fiscal charges other than corporate tax, of which €1.2 million are on court deposit pending court rulings at 30th June 2024 (31st December 2023: €1.5 million).

The current provisions as of 30th June 2024 are mainly intended to cover operational risks of the business in various Group companies considered payable in the short term (2024: €102.4 million; 31st December 2023: €100.8 million) corresponding in a significant part to the coverage of guarantees negotiated with customers relating to the manufacture of solar roofs worth €63.9 million (31st December 2023: €63.1 million) as well as the coverage of customer claims, recognized at fair value, and which the Group Management estimates will be resolved in the short term.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Additionally, the heading of other provisions, both non-current and current, includes the provisions established to meet obligations derived mainly from tax claims, litigation and arbitration, compensation and other liabilities and the coverage of risks derived from the development of the business that in the period have been evolved according to each specific case and that in no case do they represent significant isolated amounts.

13. Corporate income tax

The breakdown of the Group's consolidated corporate income tax expense is as follows:

Thousand euro	30.06.2024	30.06.2023
Current period tax	55,584	47,998
Net variation deferred tax	(4,291)	3,693
Income tax expense	51,293	51,691

Theoretical tax rates vary depending on the location. The main rates are as follows:

	Nominal rate	
	2024	2023
Basque Country	24%	24%
Navarre	28%	28%
Rest of Spain	25%	25%
Mexico	30%	30%
Brazil	34%	34%
Rest of Europe (average rate)	15% - 30%	15% - 30%
People's Republic of China	15% - 25%	15% - 25%
United States of America	21%	21%
India	17% - 25%	17% - 25%

Current and deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset the amounts recognised under these headings and when the deferred income taxes assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

The Parent company, CIE Automotive, S.A., is taxed under the tax consolidation system in the regional territory of Bizkaia together with the subsidiaries disclosed in Note 3.3.17 of the Consolidated Annual Accounts of the Group as of 31st December 2023.

The remaining subsidiary companies are taxed consistently with the information disclosed in Note 3.3.17 of the Consolidated Annual Accounts of the Group. Tax groups are filled in the Spanish Common Regime Territory, and two in foreign countries (Italy and United States of America).

Until 30th June 2023, the company CIE Forging Germany GmbH and its subsidiaries disposed in the sale of the German business Gesekschmiede Schneider GmbH, Jeco Jellinghaus GmbH and Falkenroth Umformtechnik GmbH were also taxed under tax consolidation system.

Generally, the Group companies have their tax returns open to inspection for the years not prescribed in accordance with the various tax laws applicable in each of the Group companies and whose period is set at 4 to 6 years from the date on which the obligation becomes due and the deadline for filing taxes expires.

The corporate income tax legislation applicable to the Parent company of the Group in 2024 and 2023 is the one relating to Bizkaia Regional Regulation 11/2013 (5th December), modified by the Bizkaia Regional Regulation 2/2018, 12th March.

As a consequence of different interpretations of the tax laws, among others, it could appear additional tax liabilities due to the potential tax audits. Notwithstanding, the Company's Directors consider that such tax liabilities, if any, would not have a significant impact on these interim consolidated financial statements.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

Minimum tax – Pillar 2

In December 2021, the OECD published the PILLAR 2 Model Rules with the objective of setting minimum taxation in each of the jurisdictions where large multinational corporations operate, setting a turnover threshold of more than 750 million for their application. Consequently, in December 2022, the European Union published Directive (EU) 2022/2523 on ensuring an overall minimum level of taxation for multinational business groups and large groups in the Union. This directive is expected to be transposed in Spain during fiscal year 2024 (it has already been approved in other member countries), and its purpose is to ensure that the results of each constituent entity (legal companies) aggregated by country are subject to a minimum taxation of 15%. All this tax law updates both in Spain and in other countries are being monitored by the Group.

At the date of preparation of these abbreviated interim consolidated financial statements, the Directors do not estimate that the entry into force of these regulations in the tax territory where the Parent Company is based will have a significant impact on the Group's results or future cash flows. This is a consequence of the Group carrying out its activities in geographies where tax rates are mostly higher than 15%, and therefore, its recurring taxation, once capitalisations/deregistration as well as the movement of tax provisions are isolated, exceeds the set threshold.

14. Related party transactions

The direct shareholders of the Group (including non-controlling interests), the Directors of the Board and the companies over which the former have significant influence or control, Senior Management and their close relatives as well as those companies consolidated using the equity method are considered as related parties.

The following transactions were carried out with related parties:

a) Compensation and loans to key management personnel

As of 30th June 2024 and 31st December 2023, the Group's Senior Management was made up of 4 women and 5 men. The total compensation accrued by key management personnel in the six-month period ended 30th June 2024 amounted to €2,656 thousand (30th June 2023: €2,485 thousand). These amounts exclude the compensation related to the members of the Board of Directors as disclosed in Note 14.b).

As explained in Note 22 within the Consolidated Annual Accounts of the Group of the year 2023, the Board of Directors of CIE Automotive agreed in 2018 to implement a plan to allow the participation of certain employees in the company's share capital. The total nominal amount of loans to members of the key management, pending collection as of 30th June 2024 amounts to €7,161 thousand, after the increase of the face value of certain loans that was carried out in year 2023 (€7,161 thousand as of 31st December 2023). Likewise, Senior Management personnel do not have life or civil liability insurance at the Group's expense.

The Group has entered into no commitments related to pensions or other types of complementary post-employment benefits with key management personnel.

b) Parent company Directors' compensation

Total compensation paid to the members of the Board of Directors during the six-month period ended 30th June 2024 has amounted to €3,017 thousand (2023: €21,868 thousand). The members of the Board of Directors received no compensation in respect of bonuses or profit-sharing arrangements. Nor did they receive shares or sell or exercise stock options or other rights related to pension plans or insurance policies of which they are beneficiaries.

As of 30th June 2024 and 2023, there is no outstanding amount arising from other transactions with these related parties.

The Group has entered into no commitments relating to pensions or other types of complementary retirement remuneration with the Directors of the parent company.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

c) Balances and transactions during the period with Group companies and related parties

Balances in thousand euro	30.06.2024		
	Shareholders	Directors/ Key management	Other related parties
Receivables from related parties: Customers	59,766	-	5,427
Receivables from related parties: Loans	-	15,510	4,828
Payables to related parties: Suppliers	(11,279)	-	(1,124)
Payables to related parties: Loans	-	-	(34,472)
Receivable balances with entities with significant influence	-	-	16,800
Dividend payable	-	-	(53,885)
Advances to related parties	-	5,200	-

Transactions in thousand euro	30.06.2024		
	Shareholders	Directors/ Key management	Other related parties
Product sales ^(*) and scrap sales ^(**)	129,036	-	23,755
Purchase ^(*)	26,109	-	-
Services provided	239	-	4,088
Services received	922	-	5,065
Financial income	-	-	16
Finance expenses	221	-	870

(*) Both product sales and purchases correspond, mainly, to trade transactions of parts with the Mahindra & Mahindra group for an amount of €116 million and €9 million as of 30th June 2024, respectively.

(**) Sales of scrap correspond mainly to sales to companies controlled by the Gescrap group (and CIE's associated companies with Gescrap (Note 7)) amounting to €34 million as of 30th June 2024, and are recorded under the heading "Other operating income" of the consolidated income statement.

Balances in thousand euro	31.12.2023		
	Shareholders	Directors/ Key management	Other related parties
Receivables from related parties: Customers	12,561	-	4,987
Receivables from related parties: Loans	-	15,415	4,022
Payables to related parties: Suppliers	(10,837)	-	(1,306)
Payables to related parties: Loans	-	-	(34,428)
Receivable balances with entities with significant influence	-	-	16,800
Dividend payable	-	-	(53,893)
Advances to related parties	-	5,200	-

Transactions in thousand euro	30.06.2023		
	Shareholders	Directors/ Key management	Other related parties
Product sales ^(*) and scrap sales ^(**)	119,026	-	33,947
Purchase ^(*)	21,217	-	-
Services provided	-	-	989
Services received	777	-	4,284
Finance expenses	-	-	327

(*) Both product sales and purchases correspond, mainly, to trade transactions of parts with the Mahindra & Mahindra group for an amount of €103 million and €8 million as of 30th June 2023, respectively.

(**) Sales of scrap correspond mainly to sales to companies controlled by the Gescrap group (and CIE's associated companies with Gescrap (Note 7)) amounting to €47 million as of 30th June 2023, and are recorded under the heading "Other operating income" of the consolidated income statement. Out of these scrap sales, as of 30th June 2023, €3 million of scrap sales classified as discontinued activities were included.

The balances and transactions as of 30th June 2024 have been broken down according to the definition of related entities applicable to listed companies included in Law 5/2021, and whose entry in force was on 4th July 2021.

NOTES TO THE ABBREVIATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30th JUNE 2024

- Remuneration based on the share's price

At the General Shareholders' Meeting hold on 4th May 2023, a new remuneration plan 2024-2026 to the Board of Directors' members was approved (applicable starting 4th May 2023) as well as amendments to the terms of the long-term incentive of the CEO's based on the evolution of the share price of CIE Automotive, S.A., approved by the General Shareholders' Meeting in year 2018, due to the need to adjust the reality long-term incentive to the radical change in the socio-political, socio-economic and geostrategic premises that were taken into account when the compensation package was configured. As a consequence of the approved new policy regarding the Board members remuneration plan 2024-2026 and these amendments, (i) on the one side, in order to compensate the remuneration deficit which was not reachable given the evolution of the share price, a non-aggregating extraordinary remuneration was granted amounting to €20,000 thousand (Note 14.b)), being paid said compensation as of 31st December 2023; and (ii) likewise, the granting of the extraordinary compensation implied the need to adjust the reference value of quotation of the share price from which the incentive could be executed, setting a base quotation of €34.00 per share for successive executions in the scenario of revaluation of the share from the date the General Shareholders' Meeting was hold to 31st December 2027.

At the last General Shareholder's Meeting hold on 8th May 2024, the modification of certain terms of the long-term incentive based on the increase in value of the shares of CIE Automotive, S.A. in favor of the CEO approved by the General Shareholder's Meeting on 24th April 2018 and modified by the General Shareholder Meeting of 5th May 2021 and 4th May 2023 has been approved. According to the extraordinary remuneration received by the CEO in year 2023 due to exceptional circumstances, and the Remuneration Policy approved in the last General Shareholder's Meeting, which included a proposal of a new fixed remuneration, it has also been considered appropriate to adjust the reference value of the share price for the execution of the long-term Incentive. Thus, the benchmarked quotation has been set on €45.00 per share, ending the last reference period for the partial exercise of the Incentive on 31st December 2027.

15. Subsequent events

On 16th July 2024, the Group's parent company, CIE Automotive, S.A. has registered a new promissory note program in the Spanish Alternative Fixed Income Market (MARF), up to a limit of €400 million. Starting this date, this financing will be the main alternative to bank financing, and will replace the commercial paper program registered in Ireland in fiscal year 2018. Both programs will coexist until the last promissory notes issued in Ireland reach maturity, in January 2025.

In addition to the aforementioned, at the date of preparation of these interim consolidated financial statements, no significant subsequent event has occurred which could arise on significant impacts to the financial statements of the period ended as of 30th June 2024.

APPENDIX I: LIST OF SUBSIDIARIES, JOINT ARRANGEMENTS AND ASSOCIATES

Company	Parent company	Activity	Location	% effective	
				Direct	Indirect
CIE Berriz, S.L. (*)	CIE Automotive, S.A.	Holding company	Biscay	100.00%	-
CIE Udalbide, S.A.U.	CIE Berriz, S.L.	Manufacture of auto parts	Biscay	-	100.00%
CIE Mecauto, S.A.U.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Mecanizaciones del Sur-Mecatur, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Gameko Fabricación de Componentes, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Grupo Componentes Vilanova, S.L.	CIE Berriz, S.L.	Manufacture of auto parts	Barcelona	-	100.00%
Componentes de Automoción Recytec, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Componentes de Dirección Recylan, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Navarre	-	100.00%
Nova Recyd, S.A.U.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Recyde, S.A.U.	CIE Berriz, S.L.	Manufacture of auto parts	Gipuzkoa	-	100.00%
Recyde CZ, s.r.o.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Zdánice, s.r.o.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
Alcasting Legutiano, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
Egaña 2, S.L.	CIE Berriz, S.L.	Manufacture of auto parts	Biscay	-	100.00%
Inyectametal, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Biscay	-	100.00%
Orbelan Plásticos, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Gipuzkoa	-	100.00%
AKT Plásticos, S.L.U. ⁽¹⁾	CIE Berriz, S.L.	Manufacture of auto parts	Biscay	-	100.00%
Transformaciones Metalúrgicas Norma, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Gipuzkoa	-	100.00%
Plasfil Plásticos da Figueira, S.A. ⁽¹⁾	CIE Berriz, S.L.	Manufacture of auto parts	Portugal	-	100.00%
CIE Stratis-Tratamentos, Ltda.	Plasfil Plásticos da Figueira, S.A.	Manufacture of auto parts	Portugal	-	100.00%
CIE Metal CZ, s.r.o.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Plasty CZ, s.r.o.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Unitools Press, a.s.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Joamar, s.r.o. (in liquidation)	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Automotive Maroc, s.a.r.l. d'au	CIE Berriz, S.L.	Manufacture of auto parts	Morocco	-	100.00%
CIE Praga Louny, a.s.	CIE Berriz, S.L.	Manufacture of auto parts	Czechia	-	100.00%
CIE Deutschland, GmbH	CIE Berriz, S.L.	Facilities	Germany	-	100.00%
Leaz Valorización, S.L.U. (dormant)	CIE Berriz, S.L.	Waste management and recoveries	Biscay	-	100.00%
CIE Compiègne, S.A.S.	CIE Berriz, S.L.	Manufacture of auto parts	France	-	100.00%
Biosur Transformación, S.L.U.	CIE Berriz, S.L.	Biofuels	Huelva	-	100.00%
Gestión de Aceites Vegetales, S.L. ^{(1) (2)}	CIE Berriz, S.L.	Biofuels	Madrid	-	88.73%
Reciclado de Residuos Grasos, S.L.U. ⁽²⁾	Gestión de Aceites Vegetales, S.L.	Biofuels	Madrid	-	88.73%
Recogida de Aceites y Grasas Maresme, S.L.U. ⁽²⁾	CIE Berriz, S.L.	Biofuels	Barcelona	-	100.00%
Denat 2007, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Pontevedra	-	100.00%
Industrias Amaya Tellería, S.A.U.	CIE Berriz, S.L.	Manufacture of auto parts	Biscay	-	100.00%
MAR SK, s.r.o.	CIE Berriz, S.L.	Manufacture of auto parts	Slovakia	-	100.00%
Autocom Componentes Automotivos do Brasil Ltda.	CIE Berriz, S.L.	Manufacture of auto parts	Brazil	-	100.00%
GAT México, S.A. de C.V.	CIE Berriz, S.L.	Manufacture of auto parts	Mexico	-	100.00%
SC CIE Matricon, S.A.	CIE Berriz, S.L.	Manufacture of auto parts	Romania	-	100.00%
CIE Automotive Parts (Shanghai) Co., Ltd.	CIE Berriz, S.L.	Manufacture of auto parts	People's Republic of China	-	100.00%
CIE Automotive Rus, LLC	CIE Berriz, S.L.	Manufacture of auto parts	Russia	-	100.00%
CIE Automotive Goain, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Araba/Álava	-	100.00%
CIE Porriño, S.L.U.	CIE Berriz, S.L.	Manufacture of auto parts	Pontevedra	-	100.00%
Basquevolt, S.A.	CIE Berriz, S.L.	Sustainable batteries	Araba/Álava	-	14.63%
Somaschini, SPA ⁽¹⁾	CIE Berriz, S.L.	Manufacture of auto parts	Italy	-	100.00%

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				Shareholding of CIE Automotive	
				Direct	Indirect
Somaschini Automotive, SRL ^(*)	Somaschini, SPA	Manufacture of auto parts	Italy	-	100.00%
Somaschini International, Inc ^(*)	Somaschini Automotive, SRL	Holding company	USA	-	100.00%
Somaschini North America, LLC	Somaschini International, Inc	Manufacture of auto parts	USA	-	100.00%
Somaschini Realty, LLC	Somaschini International, Inc	Real state	USA	-	100.00%
Autometal, Ltda. ^(*)	CIE Berriz, S.L.	Manufacture of auto parts	Brazil	-	100.00%
Durametal, Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	84.88%
Autometal SBC Injeção e Pintura de Plásticos Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	100.00%
Autometal Investimentos e Imóveis, Ltda. ^(*)	Autometal, Ltda.	Facilities	Brazil	-	100.00%
Gescrap-Autometal Comércio de Sucatas Ltda.	Autometal Investimentos e Imóveis, Ltda.	Scrap	Brazil	-	30.00%
Jardim Sistemas Automotivos e Industriais, Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	100.00%
Metalúrgica Nakayone, Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	100.00%
Autometal Minas Cromação, Pintura e Injeção de Plásticos Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	100.00%
CIE Autometal Salto Indústria e Comércio, Ltda.	Autometal, Ltda.	Manufacture of auto parts	Brazil	-	100.00%
CIE Automotive de México, S.A.P.I. de C.V. ^(*)	CIE Berriz, S.L.	Holding company	Mexico	-	100.00%
Pintura y Ensamblés de México, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
CIE Celaya, S.A.P.I. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
Gescrap Autometal México, S.A. de C.V. ^(*)	CIE Automotive de México, S.A.P.I. de C.V.	Scrap	Mexico	-	30.00%
Soluciones de Gestión de Residuos Mexicana, S.A. de C.V.	Gescrap Autometal México, S.A. de C.V.	Facilities	Mexico	-	29.70%
Ges Trading Nar, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Facilities	Mexico	-	30.00%
Pintura, Estampado y Montaje, S.A.P.I. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
Maquinados Automotrices y Talleres Industriales de Celaya, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
CIE Berriz México Servicios Administrativos, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Facilities	Mexico	-	100.00%
Nugar, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
Maquinados de Precisión de México S. de R.L. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
CIE Plásticos México, S.A. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
CIE Metal Norte, S.A.P.I. de C.V.	CIE Automotive de México, S.A.P.I. de C.V.	Manufacture of auto parts	Mexico	-	100.00%
CIE Automotive USA Inc ^(*)	CIE Automotive de México, S.A.P.I. de C.V.	Facilities	USA	-	100.00%
CIE Investments USA, Inc	CIE Automotive USA Inc	Holding company	USA	-	100.00%
Century Plastics, LLC ^(*)	CIE Automotive USA Inc	Manufacture of auto parts	USA	-	100.00%
Century Plastics Real State Holdings, LLC	Century Plastics, LLC	Real state	USA	-	100.00%
Newcor, Inc ^(*)	CIE Automotive USA Inc	Holding company	USA	-	100.00%
Owosso Realty, LLC	Newcor, Inc	Real state	USA	-	100.00%
Corunna Realty, Corp.	Newcor, Inc	Real state	USA	-	100.00%
Clifford Realty, Corp.	Newcor, Inc	Real state	USA	-	100.00%

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				Shareholding of CIE Automotive	
				Direct	Indirect
Machine, Tool and Gear, Inc	Newcor, Inc	Manufacture of auto parts	USA	-	100.00%
Rochester Gear, Inc	Newcor, Inc	Manufacture of auto parts	USA	-	100.00%
Golde South Africa, LLC	CIE Automotive USA Inc	Distributor company	USA	-	100.00%
Golde Auburn Hills, LLC	CIE Automotive USA Inc	Manufacture of auto parts	USA	-	100.00%
Participaciones Internacionales Autometal Dos, S.L.U. ^(*)	CIE Berriz, S.L.	Holding company	Biscay	-	100.00%
CIE Automotive India, Ltd. ^(*)	Participaciones Internacionales Autometal Dos S.L.U.	Manufacture of auto parts	India	-	65.70%
CIE Galfor, S.A.U. ^(*)	CIE Automotive India, Ltd.	Manufacture of auto parts	Orense	-	65.70%
CIE Forging Germany, GmbH	CIE Galfor, S.A.U.	Holding company	Germany	-	65.70%
CIE Legazpi, S.A.U.	CIE Galfor, S.A.U.	Manufacture of auto parts	Gipuzkoa	-	65.70%
UAB CIE LT Forge	CIE Galfor, S.A.U.	Manufacture of auto parts	Lithuania	-	65.70%
Galfor Eólica, S.L.	CIE Galfor, S.A.U.	Power generation and trade	Orense	-	16.43%
Metalcastello S.p.A.	CIE Galfor, S.A.U.	Manufacture of auto parts	Italy	-	65.67%
BillForge de México, S.A. de C.V.	CIE Galfor, S.A.U.	Manufacture of auto parts	Mexico	-	65.70%
BF Precision Pvt. Ltd. (in liquidation)	CIE Automotive India, Ltd.	Manufacture of auto parts	India	-	65.70%
CIE Aluminium Casting India, Ltd. ^(*)	CIE Automotive India, Ltd.	Manufacture of auto parts	India	-	65.70%
Sunseed Solar Pvt, Ltd	CIE Aluminium Casting India, Ltd.	Power generation and trade	India	-	17.40%
CIE Hosur, Ltd ^(*)	CIE Automotive India, Ltd.	Manufacture of auto parts	India	-	65.70%
Ohja Renewables Pvt, Ltd. ⁽⁰⁾	CIE Hosur, Ltd.	Power generation and trade	India	-	18.32%
Gescrap India Pvt. Ltd.	CIE Automotive India, Ltd.	Manufacture of auto parts	India	-	19.71%
Clean Max Deneb Power, LLP	CIE Automotive India, Ltd.	Power generation and trade	India	-	17.08%
Sunbarn Renewables Pvt., Ltd.	CIE Automotive India, Ltd.	Power generation and trade	India	-	17.16%
Renew Surya Alok Pvt, Ltd	CIE Automotive India, Ltd.	Power generation and trade	India	-	20.50%
Strongsun Solar Pvt, Ltd.	CIE Automotive India, Ltd.	Power generation and trade	India	-	17.97%
Advanced Comfort Systems Ibérica, S.L.U.	CIE Automotive, S.A.	Manufacture of auto parts	Orense	100.00%	-
Advanced Comfort Systems France, S.A.S. ^(*)	CIE Automotive, S.A.	Manufacture of auto parts	France	100.00%	-
Advanced Comfort Systems Romania, S.R.L.	Advanced Comfort Systems France, S.A.S.	Manufacture of auto parts	Romania	-	100.00%
Advanced Comfort Systems México, S.A. de C.V.	Advanced Comfort Systems France, S.A.S.	Manufacture of auto parts	Mexico	-	100.00%
Advanced Comfort Systems Shanghai Co. Ltd. ^(*)	Advanced Comfort Systems France, S.A.S.	Manufacture of auto parts	People's Republic of China	-	100.00%
Wuhan Advanced Comfort Systems Co, Ltd.	Advanced Comfort Systems Shanghai Co. Ltd.	Manufacture of auto parts	People's Republic of China	-	100.00%
Autokomp Ingeniería, S.A.U. ^(*)	CIE Automotive, S.A.	Facilities	Biscay	100.00%	-
Forjas de Celaya, S.A. de C.V.	Autokomp Ingeniería, S.A.U.	Manufacture of auto parts	Mexico	-	100.00%
Nanjing Automotive Forging Co., Ltd.	Autokomp Ingeniería, S.A.U.	Manufacture of auto parts	People's Republic of China	-	50.00%
CIE Forjas Minas, Ltda.	Autokomp Ingeniería, S.A.U.	Manufacture of auto parts	Brazil	-	100.00%
CIE Automotive Boroa, S.L.U.	CIE Automotive, S.A.	Financing	Biscay	100.00%	-
CIE Automotive Roof systems Korea Ltd.	CIE Automotive, S.A.	Manufacture of auto parts	Republic of Korea	100.00%	-
CIE Roof Systems, S.L.U. ^(*)	CIE Automotive, S.A.	Holding company	Biscay	100.00%	-

APPENDIX I: LIST OF SUBSIDIARIES, JOINT ARRANGEMENTS AND ASSOCIATES

Company	Parent company	Activity	Location	% effective	
				Direct	Indirect
Golde Tianjin Co., Ltd.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	People's Republic of China	-	100.00%
Golde Wuhan Co., Ltd.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	People's Republic of China	-	100.00%
Golde Shandong Co., Ltd.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	People's Republic of China	-	100.00%
CIE Golde Holding, S.L.U. ⁽¹⁾	CIE Roof Systems, S.L.U.	Holding company	Biscay	-	100.00%
Inteva Products (Barbados), Ltd. (in liquidation)	CIE Golde Holding, S.L.U.	Holding company	Barbados	-	100.00%
Golde Shanghai Co., Ltd.	CIE Golde Holding, S.L.U.	Manufacture of auto parts	People's Republic of China	-	100.00%
Golde Changchun Co., Ltd.	CIE Golde Holding, S.L.U.	Manufacture of auto parts	People's Republic of China	-	100.00%
CIE Golde Shanghai Innovation Co., Ltd.	CIE Golde Holding, S.L.U.	Technology center	People's Republic of China	-	100.00%
Golde Netherlands, BV ⁽²⁾	CIE Roof Systems, S.L.U.	Holding company	The Netherlands	-	100.00%
Golde Mexico Holdings, LLC ⁽²⁾	Golde Netherlands, BV	Holding company	USA	-	100.00%
Automotive Mexico Body Systems, S. de R.L. de C.V.	Golde Mexico Holdings, LLC	Manufacture of auto parts	Mexico	-	100.00%
Golde Bengaluru India Pvt Ltd.	CIE Roof Systems, S.L.U.	Technology center	India	-	100.00%
Roof Systems Germany, GmbH	CIE Roof Systems, S.L.U.	Technology center	Germany	-	100.00%
Golde Oradea, SRL	CIE Roof Systems, S.L.U.	Manufacture of auto parts	Romania	-	100.00%
Golde Lozorno Spol, s r.o.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	Slovakia	-	100.00%
SIR S.A.S.	CIE Roof Systems, S.L.U.	Holding company	France	-	100.00%
CIE Salgglas Üvegipari, Zrt.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	Hungary	-	100.00%
Shanghai Golde Automotive Parts Co., Ltd. ⁽¹⁾	CIE Roof Systems, S.L.U.	Manufacture of auto parts	People's Republic of China	-	50.00%
Golde Automotive Parts (Ningde) Co., Ltd.	Shanghai Golde Automotive Parts Co., Ltd.	Manufacture of auto parts	People's Republic of China	-	50.00%
Golde Pune Automotive India Private Ltd.	CIE Roof Systems, S.L.U.	Manufacture of auto parts	India	-	100.00%

(1) Company added to consolidation scope in 2024.

(2) Discontinued companies as of 30th June, 2024.

(*) Parent company of all investees listed subsequently in the table.

PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

Pursuant to current legislation, all the directors who, as of today's date, make up the Board of Directors of CIE Automotive, S.A. have drafted the abbreviated interim consolidated financial statements for the six-month period ended 30th June 2024 and have signed this document in witness thereof.

Similarly, the Directors declare that, to the best of their knowledge, the abbreviated interim consolidated financial statements prepared in accordance with applicable accounting principles present fairly the financial position and results of the issuer and companies included in the consolidation taken as a whole and include a fair analysis of the performance and results of the business and position of the issuer and companies included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties which they face.

In Bilbao, on 22nd July 2024