



Q1

Quarterly Report
01/2015

Highlights

- > Market stabilisation: CENTROTEC revenue for quarter of EUR 120.9 million slightly up on previous year's level (EUR 119.5 million)
- Climate Systems revenue of EUR 86.2 million better than in previous year (EUR 84.0 million); climate control business remains difficult; German heating market stabilising; international business cautiously positive
- Gas Flue Systems revenue level for continuing operations of EUR 23.4 million shows slight year-on-year improvement
- Medical Technology & Engineering Plastics revenue for quarter of EUR 11.2 million just below prior-year figure of EUR 11.5 million

- > Operating result up on previous year
- EBITDA of EUR 9.8 million up on prior-year level (EUR 7.1 million).
 - o Previous year's figure diminished by change in management structure (EUR +1.0 million)
 - o Positive effects from more advantageous exchange rate developments (EUR +1.4 million)
- Depreciation and amortisation rises to EUR 5.6 million (previous year EUR 5.3 million) following increased investment volume of past two years
- EBIT of EUR 4.2 million up on prior-year figure of EUR 1.8 million thanks to absence of non-recurring effects
- Further EUR 0.3 million improvement in net interest compared with prior-year quarter
- EPS of EUR 0.11 (previous year EUR 0.02)
- Net borrowings again reduced compared with previous year, but slightly higher than year-end position due to seasonal factors

- > Outlook: full-year forecast confirmed
- German heating market stabilising since start of year
- Mixed performance of European markets
- Uncertainty due to Ukraine and Greece crises still hampering investment climate
- Forecast: assuming a comparable group structure, revenue and earnings (EBIT) for 2015 financial year on a par with previous year

Consolidated Key Figures

	31/03/2015 [EUR '000]	31/03/2014 [EUR '000]	Changes [Percent]
Total revenue	120,861	119,459	1.2
Climate Systems	86,202	84,030	2.6
Gas Flue Systems	23,432	23,887	(1.9)
Medical Technology & Engineering Plastics	11,227	11,542	(2.7)
Earnings			
EBITDA	9,786	7,088	38.1
EBIT	4,176	1,778	>100
EBIT yield (in %)	3.5	1.5	
EBT	3,383	716	>100
EAT	1,875	119	>100
EPS (in EUR; basic)	0.11	0.02	>100
Balance sheet structure*			
Balance sheet total	432,129	425,583	1.5
Shareholders' equity	207,927	207,908	0.0
Equity ratio (%)	48.1	48.9	
Property, plant and equipment	114,434	112,488	1.7
Intangible assets	42,154	42,765	(1.4)
Goodwill	72,076	72,072	0.0
Net financial liabilities	23,229	15,528	49.6
Net working capital	63,623	56,328	13.0
Cash flow statement			
Cash flow I (EAT & depreciation/ amortisation)	7,485	5,429	37.9
Cash flow from operating activities	(1,116)	(7,089)	(84.3)
Cash flow from investing activities	(6,855)	(6,717)	2.1
Employees			
Total (in FTE)	2,916	3,014	(3.3)
Shares			
Number of shares*/**	17,647	17,626	
Highest quotation***	14.79	20.20	
Lowest quotation***	12.85	18.08	
Quarterly-end quotation***	14.79	18.84	

* Previous period is related to 31/12/2014

** Weighted average shares outstanding (basic; in thousand)

*** Quotation in EUR

SOLAR THERMAL – AT THE HEART OF MODERN HEATING SYSTEMS



1

Wolf solar thermal flat collectors:
high-efficiency solar collectors with an innovative absorber and effective insulation trap thermal solar energy, especially in the spring and autumn.

2

Solar calorifier and control:
a highly insulated calorifier and an intelligent control system are at the heart of an arrangement that integrates thermal solar energy into modern heating systems.

3

Wolf BlueStream condensing boiler range:
is it possible to improve on condensing boiler technology? Yes! With BlueStream technology for Wolf's newly developed gas and oil-fired condensing boilers. They combine maximum energy efficiency with low power consumption, ease of installation and a comprehensive, smart control and operation system.

4

Condensing boiler gas flue systems:
the innovative plastic gas flue systems from Centrotherm/ Ubbink are noted for their environmental compatibility, corrosion resistance and durability. They are moreover versatile to use and easy to install, especially in renovation projects.

Interim Group Management Report

General economic situation

In the first quarter of the 2015 financial year the CENTROTEC Group – hereinafter also referred to as CENTROTEC – encountered an inconsistent macroeconomic environment. The tentative fundamental improvement in the economic situation that most European countries are currently seeing contrasts with various areas of uncertainty stemming from unresolved future-related issues and crises. The decline in energy prices appears to have come to a halt and the German heating market, an important one for CENTROTEC, has been stabilising since the start of the year following a slump mid-way through last year. The climate control and ventilation market remains weak, however.

Financial performance

Revenue

In the first three months of the current financial year of 2015 the CENTROTEC Group generated revenue of EUR 120.9 million, and therefore 1.2 % more than in the corresponding prior-year period (EUR 119.5 million). Over 58 % of this revenue was achieved in Germany (previous year 57 %). Other important markets included the Netherlands and France, each with a revenue share of around ten percent. No other country brought in five or more percent to consolidated revenue.

Revenue by segment [EUR million]	Q1 2015	Q1 2014	Delta %
Climate Systems	86.2	84.0	2.6
Gas Flue Systems	23.4	23.9	(1.9)
Medical Technology & Engineering Plastics	11.2	11.5	(2.7)
Total	120.9	119.5	1.2

The **Climate Systems** segment again faced an inconsistent market environment in the first quarter of 2015. The predominantly weak development of the market for commercial ventilation and climate control technology is also reflected in the revenue figures for the products in question. By contrast, the German heating market stabilised in the first three months of this year after a very difficult development in the second half of 2014. The comparatively mild temperatures supported this positive market development, as occurred in the previous year. The CENTROTEC subsidiary Wolf benefited from this general trend, and specifically from growth for condensing boiler technology. The recently launched product ranges played a major part in this success. The areas of co-generation technology focusing on the use of natural gas and controlled home ventilation also developed well in the first quarter. In contrast to recent years, a large number of international markets such as Belgium, Spain, Italy and various Eastern European countries also brought revenue growth in the first quarter. On the other hand revenue fell, in some cases sharply, in the crisis regions Russia, Ukraine and Greece and also on their periphery. Overall, revenue for the Climate Systems segment grew by 2.6 % in the first three months of 2015 to EUR 86.2 million

(previous year EUR 84.0 million).

In the second core segment **Gas Flue Systems**, revenue of EUR 23.4 million was down 1.9 % on the prior-year figure of EUR 23.9 million, which still included the Kenyan subsidiary. Like for like, there would have been a slight increase in revenue. The revenue performance in the various product groups showed marked regional variation but there was again a fundamentally positive trend in the core products for gas and air piping.

The **Medical Technology & Engineering Plastics** segment achieved revenue of EUR 11.2 million in the first quarter of 2015. This decrease of 2.7 % compared with the prior year figure of EUR 11.5 million is mainly attributable to a product changeover in the Medical Technology area.

Earnings

EBITDA for the CENTROTEC Group in the first three months of the 2015 financial year reached EUR 9.8 million, an increase of EUR 2.7 million on the prior-year figure (EUR 7.1 million). This achievement was largely attributable to income from exchange rate fluctuations (EUR +1.4 million), along with the fact that personnel costs in the previous year were burdened by the change in the group's management (EUR 1.0 million). Despite slightly higher depreciation and amortisation, earnings before interest and taxes were also well up the prior-year figure, at EUR 4.2 million (EUR 1.8 million).

The **Climate Systems** segment generated EBITDA of EUR 5.6 million in the first quarter of 2015 (previous year EUR 4.6 million) as well as EBIT of EUR 2.0 million (previous year EUR 1.3 million). This performance is mainly down to very positive exchange rate developments (EUR +1.0 million) compared with the previous year. In addition, last year extensive organisational improvements were realised at the Brink subsidiary in the Netherlands and these are now starting to bear fruit. Conversely the first quarter saw higher marketing costs for the leading industry exhibition ISH, which takes place every two years.

The **Gas Flue Systems** segment, too, is able to report a substantial improvement in the operating result at EBITDA level from EUR 0.7 million in the previous year to EUR 2.4 million for the period under review. EBIT came to EUR 1.0 million, in a turnaround from EUR -0.7 million in the previous year. Because the group holding company is allocated to this segment, last year the costs of the change in the group's management of EUR 1.0 million were reported under it. Moreover this segment, too, benefited from a more positive development in exchange rates (EUR +0.4 million).

In the **Medical Technology & Engineering Plastics** segment the operating earnings indicators of EUR 1.8 million EBITDA and EUR 1.1 million EBIT were broadly unchanged from the previous year (EUR 1.8 million EBITDA and EUR 1.2 million EBIT) despite the slightly reduced revenue.

Thanks to the renewed group-wide improvement in the interest result, earnings before tax (EBT) climbed to EUR 3.4 million in Q1 2015 (previous year EUR 0.7 million). The improved financial performance from a weak starting position at a number of international subsidiaries benefited the fundamentally high effective tax rate for the group at the start of the year, pushing up earnings after tax (EAT) to EUR 1.9 million (previous year EUR 0.1 million). CENTROTEC consequently achieved earnings per share (EPS) of EUR 0.11 in the first quarter of 2015 (previous year EUR 0.02).

Net worth and financial position

The financial position of the CENTROTEC Group continued to improve in the first quarter of 2015.

However there were no material changes to the group compared with the end of 2014. In the first quarter, the CENTROTEC subsidiary Wolf signed a contract for the takeover of the Croatian climate control and ventilation equipment manufacturer PRO-KLIMA d.o.o. The acquisition is expected to be completed towards the end of the second quarter and is therefore not yet reflected in the Q1 figures.

In the first three months of the current financial year the group's investment volume amounted to EUR 7.0 million, only slightly down on the prior-year figure of EUR 7.1 million. The acquisition of a piece of land at the Fulda location for EUR 2.0 million by the group holding company, which is reported under the Gas Flue Systems segment, is the largest single investment. The other investment measures throughout the group were designed to optimise the corporate infrastructure. The Climate Systems segment invested EUR 2.8 million. The prior-year investment total for the segment was much higher (EUR 4.6 million) in view of the new building for the Brink Group. EUR 0.6 million was invested in the Medical Technology & Engineering Plastics segment (previous year EUR 0.5 million) and the Gas Flue Systems segment had investment outlay of EUR 3.6 million, including for the land (previous year EUR 2.0 million).

The balance sheet total for the CENTROTEC Group rose from EUR 425.6 million at the end of the previous year to EUR 432.1 million (EUR 437.2 million at end of Q1 2014). There were no significant changes on the assets side of the balance sheet. Working capital rose because of seasonal factors from EUR 56.3 million at the end of 2014 to EUR 63.6 million (EUR 66.0 million at end of Q1 2014). The equity ratio declined from 48.9 % at the end of 2014 to 48.1 % at March 31, 2015 due to the slightly higher balance sheet total and the fundamentally low profits at the start of the year, but this was higher than the level of 45.8 % reported at March 31, 2014.

Key financial figures

[EUR million]	31/03/2015	31/12/2014	31/03/2014
Balance sheet total	432.1	425.6	437.2
Shareholders' equity	207.9	207.9	200.1
Equity ratio (percent)	48.1	48.9	45.5
Net borrowings	23.2	15.5	35.8
Net working capital*	63.6	56.3	66.0

*Current assets – cash and cash equivalents – current, non-interest bearing borrowings

There was a slight drop in borrowings of EUR 1.7 million compared with the end of 2014, but the change when measured against the same point of the previous year was a much more substantial EUR 16.8 million; this item totalled EUR 78.8 million at March 31, 2015. Taking cash and cash equivalents into account, CENTROTEC had net borrowings of EUR 23.2 million at the end of the quarter. Compared with the end of 2014, this represents a seasonally typical rise of EUR 7.7 million. Borrowings were EUR 12.5 million lower than at the end of Q1 2014.

The first quarter of 2015 brought an improvement in the cash flow from operating activities to EUR -1.1 million (previous year EUR -7.1 million) mainly thanks to the higher profit, the reduced working capital and also rebates received for tax advance payments made in the previous year. The cash flow from investing activities was virtually unchanged from the previous year at EUR -6.9 million (EUR -6.7 million). The cash flow from financing activities of EUR -3.3 million was much more sharply negative than in the prior-year

quarter (EUR -0.6 million), when the financing of the new building in the Netherlands generated cash inflows. All in all, financial resources declined by EUR 11.3 million (previous year EUR 14.4 million) in the first quarter.

Employees

At March 31, 2015 the comprehensively consolidated companies of the CENTROTEC Group employed a total of 3,022 people (previous year 3,125). Expressed as full-time equivalents (FTE), the figure was 2,916 (previous year 3,014). The total included 83 temporary workers (previous year 76) at the end of the period under review. The number of full-time equivalents in the group was thus three percent lower than at the end of the first quarter of 2014. This decrease is mainly attributable to the sale of the Kenyan subsidiary. It translates into a fall of over ten percent in the employee total for the Gas Flue Systems segment. In the Climate Systems segment the employee total was slightly down on the prior-year figure, and in the Medical Technology & Engineering Plastics segment the number of employees remained roughly unchanged from Q1 2014.

The group's personnel expenses came to EUR 40.2 million in the first quarter, down 0.5 % on the prior-year figure of EUR 40.4 million. The personnel expenses ratio consequently declined to 33.0 % (previous year 33.4 %). When considering this change, it should however be remembered that the prior-year figure included a charge of approx. EUR 1.0 million for the change in the group's management.

Shares

The first three months of 2015 saw the trading price of CENTROTEC shares (WKN 540 750 or ISIN DE0005407506) move in the range of EUR 12.85 and EUR 14.79. From a low at the start of February, with moderate volumes traded the share price steadily climbed to its high for the quarter on March 31, 2015. After the period under review the shares rose to more than EUR 15 at the end of April, with low trading volumes.



CENTROTEC share price performance (Xetra) from Jan to May 2015; Source: www.ariva.de

17,646,525 no-par value ordinary shares of CENTROTEC Sustainable AG were approved for trading on the stock exchange at March 31, 2015. The total number of shares multiplied by the end-of-quarter trading price of EUR 14.79 at March 31, 2015 produced market capitalisation of EUR 261 million for the CENTROTEC Group.

CENTROTEC is not aware of any major developments affecting its share ownership structure compared with the end of the 2014 financial year. The family of Supervisory Board Chairman Guido A Krass has remained the principal shareholder of CENTROTEC Sustainable AG since the IPO. That group aside, there are no indications that other shareholders hold a percentage interest in CENTROTEC running into double figures. Nevertheless, changes across the thresholds that trigger reporting requirements in accordance with Section 26 (1) of the German Securities Trading Act (WpHG) have been reported by institutional investors in the year to date. Detailed information of such changes is regularly updated and is available on the homepage of CENTROTEC Sustainable AG at (<http://www.centrotec.de/investor-relations/aktie/veroeffentl-26-abs-1-wphg.html>).

Opportunities and risks

The opportunities and risks presented in the 2014 Annual Report remain valid. Nor have the assessments, the methods of risk identification and the measures derived from them for the controlling of risks changed materially compared with the view presented in the 2014 Group Management Report.

Forecast

CENTROTEC still faces the diverse macroeconomic challenges previously described in detail in the 2014 Annual Report, such as the euro crisis, the conflict between Russia and Ukraine, and the weak state of the economy in numerous European countries. However the positives include the stabilisation of the German heating market in recent months and an end to the decline in energy prices. The result was a solid revenue and profit performance in the first quarter. However in terms of the full-year performance it must be remembered that the first-quarter earnings may be only a poor indication of developments over the year as a whole, as they are based on relatively low absolute figures for a season that is highly weather-dependent.

Against this backdrop, CENTROTEC adheres to its forecast for the full year of 2015 and anticipates revenue and an operating result (EBIT) on a par with the previous year.

Brilon, May 2015

The Management Board

CLIMATE CONTROL AND VENTILATION NON-CENTRAL POWER AND HEAT GENERATION



1
Wolf KG Top large-scale air handling units:
ultra-efficient climate control solutions with air volume outputs of up to 100,000 m³/h can be configured to project-specific requirements according to a modular principle.

2
CHP power systems:
the CHP (combined heat and power) systems made by Kuntschar + Schlüter and Dreyer & Bosse range in performance up to 2 MW and cover a broad spectrum, running on biogas, sewage gas and natural gas.

Consolidated Statement of Financial Position

Assets in EUR thousand	31/03/2015	31/12/2014
Non-current assets		
Goodwill	72,076	72,072
Intangible assets	42,154	42,765
Property, plant and equipment	114,434	112,488
Financial investments accounted for using the equity method	0	0
Loans and investments	1,133	1,212
Other financial assets	9	10
Other assets	168	197
Deferred tax assets	7,273	6,582
	237,247	235,326
Current assets		
Inventories	62,369	61,007
Trade Receivables	61,489	48,269
Income tax receivable	2,088	2,629
Cash and cash equivalents	55,614	65,039
Other financial assets	6,467	6,964
Other assets	6,855	6,349
	194,882	190,257
Assets	432,129	425,583

Equity and Liabilities in EUR thousand	31/03/2015	31/12/2014
Shareholders' equity		
Share Capital	17,647	17,647
Capital reserves	35,290	35,290
Treasury stock	0	(112)
Retained earnings and profit carryforward	152,181	136,407
Profit attributable to shareholders of CENTROTEC Sustainable AG	1,988	17,690
	207,106	206,922
Non-controlling interests presented within equity	821	986
	207,927	207,908
Non-current liabilities		
Pension provisions	42,191	39,821
Other provisions	14,521	14,449
Financial liabilities	52,795	53,850
Other financial liabilities	743	1,618
Other liabilities	126	146
Deferred tax liabilities	12,133	12,184
	122,509	122,068
Current liabilities		
Other provisions	3,722	4,181
Income tax payable	2,112	2,191
Financial liabilities	26,048	26,717
Trade liabilities	25,171	24,302
Other financial liabilities	12,354	9,942
Other liabilities	32,286	28,274
	101,693	95,607
Equity and Liabilities	432,129	425,583

Consolidated Income Statement

in EUR thousand	01/01/2015 31/03/2015	01/01/2014 31/03/2014
Revenues	120,861	119,459
Cost of purchased materials and services	(54,009)	(55,493)
Changes in inventories of finished goods and work in progress	734	1,540
Production for own fixed assets capitalised	734	538
Other income	2,918	1,867
Personnel expenses	(40,154)	(40,359)
Other expenses	(21,298)	(20,464)
EBITDA	9,786	7,088
Depreciation and amortisation	(5,610)	(5,310)
Operating income (EBIT)	4,176	1,778
Interest income	54	60
Interest expense	(847)	(1,083)
Result from equity investments	0	(39)
Result before income taxes (EBT)	3,383	716
Income taxes	(1,508)	(597)
Net income (EAT)	1,875	119
attributable to:		
non controlling interest	(113)	(224)
shareholders of CENTROTEC Sustainable AG	1,988	343
EPS (Earnings per share in EUR)		
Earnings per share (basic)	0.11	0.02
Earnings per share (diluted)	0.11	0.02
Weighted average shares outstanding (in thousand units; basic)	17,647	17,615
Weighted average shares outstanding (in thousand units; diluted)	17,773	17,672

Consolidated Statement of Comprehensive Income

in EUR thousand	01/01/2015 31/03/2015	01/01/2014 31/03/2014
Net income (EAT)	1,875	119
Items that may be reclassified subsequently to profit or loss		
Exchange Rate differences on translation	(140)	18
Derivative financial instruments	(145)	91
Income tax relating to components of other comprehensive income	44	(22)
Other comprehensive income for items that may be reclassified subsequently to profit or loss	(241)	87
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(2,246)	(964)
Income tax relating to components of other comprehensive income	657	282
Other comprehensive income for items that will not be reclassified to profit or loss	(1,589)	(682)
Other comprehensive income	(1,830)	(595)
Total comprehensive income	45	(476)
attributable to:		
Non controlling interest	(165)	(229)
Shareholders of CENTROTEC Sustainable AG	210	(247)

Consolidated Statement of Cash Flows

in EUR thousand	01/01/2015 31/03/2015	01/01/2014 31/03/2014
Net income before interest and taxes (EBIT)	4,176	1,778
Depreciation and amortisation	5,610	5,310
Gain/ loss on disposal of fixed assets	(83)	0
Other non-cash items	109	767
Increase/ decrease in provisions	331	114
Increase/ decrease in inventories, trade receivables and other assets that cannot be allocated to investing or financing activities	(14,029)	(9,248)
Increase/ decrease in trade payables and other liabilities that cannot be allocated to investing or financing activities	5,342	(857)
Interest received	49	60
Interest paid	(617)	(1,090)
Income tax paid	(2,004)	(3,923)
Cash flow from operating activities	(1,116)	(7,089)
Acquisition of shares in participations less net cash aquired	0	(135)
Purchase of property, plant and equipment/ intangible assets/ investments/ financial assets/ loans receivable	(6,992)	(6,865)
Proceeds from disposal of property, plant and equipment/ intangible assets/ loans receivable	137	283
Cash flow from investing activities	(6,855)	(6,717)
Proceeds from issuance / sale of shares	158	0
Proceeds from financial liabilities	0	8,745
Repayment of financial liabilities	(3,494)	(9,381)
Cash flow from financing activities	(3,336)	(636)
Change in financial resources*	(11,307)	(14,442)
Foreign currency exchange gain/ loss of the financial resources	230	(4)
Financial resources at the beginning of the financial year	54,064	59,206
Financial resources at the end of the period	42,987	44,760

* Cash and cash equivalents deducted of credits current account

Consolidated Statement of Changes in Equity

in EUR thousand	Share Capital	Capital reserve	Treasury stock	Stock option reserve	Exchange Rate differences on translation	Derivative financial instruments	Income tax relating to components of other comprehensive income	Retained earnings and profit carryforward	Sum other retained earnings and profit/ loss carryforward	Profit attributable to shareholders of CENTROTEC Sustainable AG	Total capital to shareholders of CENTROTEC Sustainable AG	Non controlling interest presented within equity	Consolidated equity
January 1, 2015	17,647	35,290	(112)	1,943	(117)	(17)	87	134,511	136,407	17,690	206,922	986	207,908
Transfer to revenue reserves								17,690	17,690	(17,690)			0
Change from exercise of options													0
Stock option plan													0
Net income (EAT)										1,988	1,988	(113)	1,875
Other comprehensive income, net of tax					(74)	(145)	30	(1,589)	(1,778)		(1,778)	(52)	(1,830)
Total comprehensive income					(74)	(145)	30	(1,589)	(1,778)	1,988	210	(165)	45
Other changes			112					(138)	(138)		(26)		(26)
March 31, 2015	17,647	35,290	0	1,943	(191)	(162)	117	150,474	152,181	1,988	207,106	821	207,927
January 1, 2014	17,627	35,031	(112)	1,980	(370)	(68)	131	120,725	122,398	24,294	199,238	1,189	200,427
Transfer to revenue reserves								24,294	24,294	(24,294)			0
Change from exercise of options													0
Stock option plan				45					45		45		45
Net income (EAT)										343	343	(224)	119
Other comprehensive income, net of tax					23	91	(22)	(682)	(590)		(590)	(5)	(595)
Total comprehensive income					23	91	(22)	(682)	(590)	343	(247)	(229)	(476)
Other changes												138	138
March 31, 2014	17,627	35,031	(112)	2,025	(347)	23	109	144,337	146,147	343	199,036	1,098	200,134

COMBINED SYSTEM SOLUTIONS



1
Wolf solar thermal flat collectors:
high-efficiency solar collectors with an innovative absorber and effective insulation trap thermal solar energy, especially in the spring and autumn.

2
Wolf domestic technology centre:
the new Wolf CWL-T-300 Excellent home ventilation unit and the new Wolf heat-generating systems are not only visually matched, they also complement each other technically. The

incoming air for living areas is heated up to a comfortable temperature by a hydraulic reheating unit. This minimises heating surfaces and, in the ideal scenario, renders them altogether unnecessary. The required heating output is provided by Wolf heat-generating systems such as the BWL-1S air-to-water heat pump, the TOB oil-fired condensing boiler or the CGS-2 gas condensing boiler centre. Maximum energy efficiency is the result.

3
Wolf stratification cylinder:
a multifunctional calorifier such as the Wolf BSP stratification cylinder makes it possible to combine systems involving heat pumps, solar energy systems, gas and oil-fired boilers, combi-boilers, wood and pellet boilers, and electric immersion heaters. The stratification plates stabilise the temperature zones inside the tank and significantly improve the yield of the energy captured and stored there. A fresh-water station delivers convenient hot water on demand.

4
Wolf control module:
“smart home” says what the connected, intelligent building control system is all about. The new Wolf BM2 control module permits a joined-up approach to using heat-generating systems, integrated Wolf solar energy systems and the CWL Excellent comfort home ventilation units. With the Wolf Smartset control app, the integrated system can also be operated conveniently by smartphone over the ISM7i interface module, regardless of where the user is currently.

Consolidated Segment Reporting (Part of the Notes)

Segment Structure in EUR thousand	Climate Systems		Gas Flue Systems		Medical Technology & Engineering Plastics		Consolidation		TOTAL	
	01/01/2015 31/03/2015	01/01/2014 31/03/2014	01/01/2015 31/03/2015	01/01/2014 31/03/2014	01/01/2015 31/03/2015	01/01/2014 31/03/2014	01/01/2015 31/03/2015	01/01/2014 31/03/2014	01/01/2015 31/03/2015	01/01/2014 31/03/2014
Income Statement										
Revenue from third parties	86,202	84,030	23,432	23,887	11,227	11,542	0	0	120,861	119,459
Revenue from other segments	511	412	1,588	1,330	56	48	(2,155)	(1,790)	0	0
Cost of purchased materials and services	(41,189)	(41,380)	(11,333)	(11,783)	(3,650)	(4,134)	2,163	1,804	(54,009)	(55,493)
Changes in inventories of finished goods and work in progress	449	1,376	383	162	(98)	2	0	0	734	1,540
Personnel expenses	(28,365)	(27,872)	(7,665)	(8,413)	(4,124)	(4,074)	0	0	(40,154)	(40,359)
Other expenses and income	(12,030)	(11,964)	(3,977)	(4,516)	(1,639)	(1,579)	0	0	(17,646)	(18,059)
EBITDA	5,578	4,602	2,428	667	1,772	1,805	8	14	9,786	7,088
Depreciation and amortisation	(3,546)	(3,318)	(1,426)	(1,375)	(638)	(617)	0	0	(5,610)	(5,310)
Segment result (EBIT)	2,032	1,284	1,002	(708)	1,134	1,188	8	14	4,176	1,778
Interest income	48	57	80	71	0	0	(74)	(68)	54	60
Interest expenses	(547)	(652)	(224)	(334)	(150)	(165)	74	68	(847)	(1,083)
Result from equity investments	0	0	0	(39)	0	0	0	0	0	(39)
EBT	1,533	689	858	(1,010)	984	1,023	8	14	3,383	716
Balance sheet key figures*										
Assets**	276,834	270,156	100,624	101,956	44,228	43,107	(51)	(59)	421,635	415,160
Financial investments accounted for using the equity method	0	0	0	0	0	0	0	0	0	0
Loans and investments	1,133	1,212	0	0	0	0	0	0	1,133	1,212
Net working capital	34,835	28,544	13,570	14,152	15,272	13,694	(54)	(62)	63,623	56,328
Investments										
Total investments in property, plant, equipment and intangible assets***	2,767	4,614	3,645	2,007	580	473	0	0	6,992	7,094

* Previous year is related to December 31, 2014

** Excl. financial investments accounted for using the equity method, loans and investments, entitlement to income tax rebates as well as deferred tax assets

*** Incl. goodwill and figures out of business combinations

Notes to the Consolidated Financial Statements

Corporate information

The CENTROTEC Group – hereinafter also referred to as CENTROTEC – is an international group focusing on the development, manufacturing and sale of system solutions that promote energy efficiency and use renewable energies in buildings. In addition to its existing business activities, CENTROTEC regards its business purpose as including the establishment and acquisition of new business areas and companies.

The group parent, CENTROTEC Sustainable AG with registered office in Brilon, is listed on the Frankfurt Stock Exchange under the stock exchange codes CEV, WKN 540750 and ISIN DE 0005407506. It is entered on the Commercial Register of the Local Court of Arnsberg, Germany, under the number HRB 2161. The company's head office is located at Am Patbergschen Dorn 9, 59929 Brilon, Germany. CENTROTEC Sustainable AG is not part of a superordinate group, and is the ultimate parent company of the group presented in these interim financial statements. Further financial and corporate information on CENTROTEC is available from the above address, or on the homepage www.centrotec.de.

Accounting standards and policies

These Quarterly Financial Statements at March 31, 2015 have been prepared in accordance with the International Financial Reporting Standards (IFRS) for interim financial reporting issued by the International Accounting Standards Board (IASB), as adopted within the European Union (EU), taking account of Section 315a (1) of German Commercial Code. All IFRS standards, and in particular IAS 34 (Interim Financial Reporting), that were valid at the reporting date and the adoption of which was mandatory at that date, have been applied. The accounting policies explained in the Consolidated Financial Statements for 2014 have likewise been applied in this Quarterly Report, except in the case of amendments to standards to be adopted for the first time, and apply correspondingly. The Quarterly Report should therefore be read in conjunction with the audited Consolidated Financial Statements at December 31, 2014. These Quarterly Financial Statements and the Quarterly Management Report have not been audited in accordance with Section 317 of German Commercial Code, nor have they been subjected to any scrutiny by an independent auditor.

The reporting date for the quarter for all companies included in the Quarterly Consolidated Financial Statements is March 31, 2015. The financial statements have been prepared in euros; unless otherwise indicated, the amounts quoted are in thousand euros (EUR thousand). For mathematical reasons, there may be rounding differences of +/- one unit.

The Management Board points out that the future-related statements made in the Quarterly Financial Statements are based on current expectations, assumptions and estimates. These statements are not to be interpreted as guarantees that the forecasts made will prove correct. Rather, future developments and occurrences are dependent on a wide range of factors that are subject to risks and uncertainties, the influencing factors of which may lie outside the sphere of influence of CENTROTEC. Actual developments may therefore depart from any implicit or explicit future-related statements made.

Corporate and investment structure

The business activities of CENTROTEC are classified according to the segments Climate Systems, Gas Flue Systems, and Medical Technology & Engineering Plastics. All direct and indirect subsidiaries of the parent company and group parent are included in the Consolidated Financial Statements of CENTROTEC. There have been no changes in consolidation since the annual financial statements at December 31, 2014.

In the first quarter, Wolf GmbH signed a purchase agreement on the acquisition of the Croatian climate control and ventilation equipment manufacturer PRO-KLIMA d.o.o. This company, based in Samobor near Zagreb, is market leader in Croatia and also exports 55 % of its production to neighbouring countries in Southeast Europe, in particular to Austria, Germany and Russia. PRO-KLIMA generated revenue of around EUR 13 million last year. The acquisition gives CENTROTEC access to a market in which it has hitherto had only a minor presence. In addition PRO-KLIMA's highly versatile, Eurovent-certified range of climate control equipment ideally complements the group's existing product portfolio. The purchase is scheduled for completion in the second quarter of 2015.

Notes on the Quarterly Financial Statements

- Recognition and measurement aspects

Detailed notes on the income statement, balance sheet and cash flow statement can be found in the section "Financial performance" and the section "Net worth and financial position" of the Interim Group Management Report.

- Related party disclosures

Within CENTROTEC, goods and services are purchased by a large number of business partners. They are also supplied by or to persons or companies who can be classified as related parties. Transactions with these persons or companies are conducted at arm's length. Transactions with related parties were presented comprehensively in the Consolidated Financial Statements for 2014. All reciprocated services such as the use of infrastructure are billed on generally accepted market terms (arm's length principle).

- Reportable security holdings and options

The totals of reportable shares and stock options at March 31, 2015 are shown in the following table.

Management Board	Shares	Options
Dr Thomas Kneip	0	0
Dr Christoph Traxler	0	67,159

Supervisory Board	Shares	Options
Guido A Krass	2,400,000	0
Dr Bernhard Heiss	77,340	0
Christian C Pochtler, MA	0	0

CENTROTEC	Shares	Options
Ordinary shares	17,646,525	0
Treasury stock	0	0

- Contingent liabilities

There has been no significant change in contingent liabilities since the balance sheet date of December 31, 2014.

- Dividend payments

A dividend payment for the 2014 financial year of EUR 0.20 per dividend-bearing share will be proposed to the Shareholders' Meeting taking place on May 20, 2015.

Significant events occurring after the reporting date for the quarter

- Significant events occurring after the reporting date for the quarter

There were no events of material significance after the reporting date for the quarter.

Management Board and Supervisory Board

- The members of the Management Board at the reporting date were:

Dr Thomas Kneip, Regensburg, Germany, merchant, CFO

Dr Christoph Traxler, Fulda, Germany, physicist

- The members of the Supervisory Board at the reporting date were:

Guido A Krass, Oberwil-Lieli, Switzerland, entrepreneur (Chairman)

Dr Bernhard Heiss, Munich, Germany, lawyer

Christian C Pochtler, MA, Vienna, Austria, entrepreneur

Other particulars

- Corporate Governance Code

The Management Board and Supervisory Board of CENTROTEC Sustainable AG have, pursuant to Section 161 of German Stock Corporation Law, declared the extent to which they have complied with and will comply with the recommendations of the Government Commission on the German Corporate Governance Code. The regularly submitted declarations and explanations are permanently available on the website of CENTROTEC Sustainable AG.

Brilon, May 13, 2015

CONTROLLED VENTILATION WITH HEAT RECOVERY



1
Wolf range of condensing boilers for oil and gas:
the newly developed range of gas and oil-fired condensing boilers combines maximum energy efficiency with low power consumption, ease of installation and a comprehensive, convenient control and operation system.

2
Brink Renovent Excellent:
central home ventilation systems that recover up to 95 % of the heat, with very energy-efficient fans and convenient control technology, are the state of the art in new buildings.

3
Ubbink Air Excellent:
the innovative air distribution system for hygienic air distribution throughout the entire building.

Financial Calendar 2015

May 13	Publication of Q1 2015 Report
May 20	Shareholders' Meeting, Brilon
August 13	Publication of Q2 2015 Report
November 12	Publication of Q3 2015 Report
November 23 – 25	German Equity Forum, Frankfurt am Main

GAS FLUE SYSTEM CASCADES/ MULTI-BOILER SYSTEMS ENERGY-SAVING LARGE BOILERS



1

Centrotherm/Ubbink gas flue systems for multi-boiler systems:

a condensate return is integrated into every element connecting with the gas flue pipe in the common flue shaft. This prevents the flue gases from other boilers from reaching the room.

2

Wolf MGK-2 midsize condensing boiler range for gas:

this midsize range of condensing boilers for gas features nine sizes, from 23 to 630 kW. Thanks to its quiet running and compact dimensions, the MGK-2 is especially suitable as a part of an efficient refurbishment project or in the renovation of older building stock, and is a very attractive solution in terms of economy.

3

Centrotherm/Ubbink cascade gas flue system:

cascades connect several boilers installed in a single room with a common gas flue system. Centrotherm/Ubbink offer systems that prevent the flue gas from flowing back into other boilers.



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