



**Financial Report  
Vetropack Group**

# Financial Report

## Vetropack Group

Vetropack Group	
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# At a Glance

		+/-	2022	2021
Net Sales	CHF millions	10.2%	899.4	816.5
EBIT	CHF millions	9.2%	89.1	81.6
Consolidated Profit	CHF millions	- 36.2%	40.7	63.8
Cash Flow*	CHF millions	- 7.7%	142.2	154.1
Investments	CHF millions	63.3%	194.6	119.2
Production	1 000 metric tons	- 7.7%	1 503	1 629
Unit Sales	billion units	- 10.6%	5.26	5.88
Exports (in unit terms)	%	-	47.2	45.5
Workforce	FTE	- 8.6%	3 561	3 896

\* operating cash flow before change of net working capital

# Consolidated Balance Sheet

CHF millions	Note	31.12.2022	31.12.2021
<b>ASSETS</b>			
<b>Short-term Assets</b>			
Liquid funds		180.3	126.2
Accounts receivables	1	179.0	142.5
Other short-term receivables	2	31.3	16.4
Inventories	3	155.5	144.6
Prepaid expenses and accrued income	4	6.2	2.6
Subtotal Short-term Assets		552.3	432.3
<b>Long-term Assets</b>			
Tangible assets	5	661.6	593.4
Financial assets	6	17.3	17.4
Intangible assets	7	3.3	4.7
Subtotal Long-term Assets		682.2	615.5
<b>Total Assets</b>		<b>1 234.5</b>	<b>1 047.8</b>
<b>LIABILITIES</b>			
<b>Liabilities</b>			
<b>Short-term liabilities</b>			
– Accounts payables		209.0	138.2
– Short-term financial debts	8	10.2	11.5
– Other short-term liabilities	9	25.9	27.2
– Accrued expenses and deferred income	10	31.8	30.9
– Short-term provisions	11	6.7	4.6
Subtotal Short-term Liabilities		283.6	212.4
<b>Long-term liabilities</b>			
– Long-term financial debts	8	168.6	26.0
– Other long-term liabilities		0.7	0.8
– Long-term provisions	11	32.3	34.1
Subtotal Long-term Liabilities		201.6	60.9
<b>Total Liabilities</b>		<b>485.2</b>	<b>273.3</b>
<b>Shareholders' Equity</b>			
Share capital	12	19.8	19.8
Capital reserves		0.3	0.3
Retained earnings		688.5	690.6
Consolidated profit		40.7	63.8
Subtotal Shareholders' Equity		749.3	774.5
<b>Total Liabilities</b>		<b>1 234.5</b>	<b>1 047.8</b>

# Consolidated Income Statement

CHF millions	Note	2022	2021
<b>Net Sales from Goods and Services</b>	13	899.4	816.5
Other operating income	14	25.7	15.2
Changes in inventories		21.4	- 8.3
Material expenses	15	- 135.6	- 128.2
Energy expenses	16	- 252.2	- 143.5
Personnel expenses	17	- 177.6	- 183.7
Depreciation/Impairments of tangible assets	5	- 72.6	- 81.3
Amortisation	7	- 1.8	- 2.2
Other operating expenses	18	- 217.6	- 202.9
<b>Operating Result (EBIT)</b>		<b>89.1</b>	<b>81.6</b>
Financial result	19	- 7.7	- 6.5
<b>Ordinary Result</b>		<b>81.4</b>	<b>75.1</b>
Non-operating result	20	0.1	0.8
Extraordinary result	21	- 31.4	-
<b>Consolidated Profit before Income Taxes</b>		<b>50.1</b>	<b>75.9</b>
Income taxes	22	- 9.4	- 12.1
<b>Consolidated Profit</b>		<b>40.7</b>	<b>63.8</b>
<b>Earnings per Share</b>	23		
Undiluted earnings per registered share A in CHF		2.05	3.22
Undiluted earnings per registered share B in CHF		0.41	0.64
Diluted earnings per registered share A in CHF		2.05	3.22
Diluted earnings per registered share B in CHF		0.41	0.64

# Consolidated Cash Flow Statement

CHF millions	Note	2022	2021
Consolidated profit		40.7	63.8
Depreciation and amortisation		73.1	84.1
Impairments		25.7	0.3
Change in provisions		3.0	2.3
Gain from disposals fixed assets		0.5	- 0.2
Other non-cash items		- 0.8	3.8
<b>Operating Cash Flow before Change of Net Working Capital</b>		<b>142.2</b>	<b>154.1</b>
Change in accounts receivables		- 46.4	- 24.9
Change in inventories		- 27.4	4.4
Change in other receivables, prepaid expenses and accrued income		- 19.8	- 3.9
Change in accounts payables		80.0	50.3
Change in other liabilities, accrued expenses and deferred income		1.9	2.7
<b>Cash Flow from Operating Activities</b>		<b>130.5</b>	<b>182.7</b>
Investments in tangible assets	24	- 194.1	- 118.2
Disposals of tangible assets		2.9	0.6
Investments in group companies	30	-	- 9.6
Investments in intangible assets		- 0.5	- 1.0
<b>Cash Flow from Investment Activities</b>		<b>- 191.7</b>	<b>- 128.2</b>
Dividend to shareholders		- 25.8	- 25.8
Change in short-term financial debts		- 2.7	0.2
Change in long-term financial debts		147.8	- 6.9
<b>Cash Flow from Financing Activities</b>		<b>119.3</b>	<b>- 32.5</b>
<b>Foreign Exchange differences</b>		<b>- 4.0</b>	<b>- 0.3</b>
<b>Change in Liquid Funds</b>		<b>54.1</b>	<b>21.7</b>
Liquid funds as per 1.1.		126.2	104.5
Liquid funds as per 31.12.		180.3	126.2
<b>Change in Liquid Funds</b>		<b>54.1</b>	<b>21.7</b>
Inflow from interest		0.4	0.1
Outflow for interest		- 1.0	- 1.9
Outflow for income taxes		- 12.2	- 11.7

# Changes in Consolidated Shareholders' Equity

## CHF millions

	Share Capital	Capital Reserves (Agio)	Retained Earnings	Subtotal
Sharholders' Equity as per 31.12.2020	19.8	0.3	743.5	763.6
Accounting goodwill*	–	–	– 10.4	– 10.4
Consolidated profit	–	–	63.8	63.8
Foreign exchange differences	–	–	– 16.7	– 16.7
Dividends	–	–	– 25.8	– 25.8
Sharholders' Equity as per 31.12.2021	19.8	0.3	754.4	774.5
Consolidated profit	–	–	40.7	40.7
Foreign exchange differences	–	–	– 40.1	– 40.1
Dividends	–	–	– 25.8	– 25.8
Sharholders' Equity as per 31.12.2022	19.8	0.3	729.2	749.3

\* The consideration for the Moldovan plant based in Chişinău, which was taken over on 10 December 2020, includes a fixed purchase price component of CHF 44.4 million and further payments dependent on future results, which were reassessed in 2021 based on developments. This led to an adjustment in the goodwill offset against equity in the amount of CHF 10.4 million. In 2022 there was no adjustment of the goodwill.

The legally non-distributable reserves of Vetropack Holding Ltd amount to CHF 4.0 million (2021: CHF 4.0 million). Vetropack Holding Ltd did not hold own shares from 2020 to 2022.

# Consolidation Principles

## Basis for the Consolidated Financial Statement

The consolidation of the Group's financial statements provides an actual picture of the Group's assets, financial and income situation, and regards therefore the Vetropack Group as a single business entity.

Consolidated Group statements are based on financial statements for the year and are prepared in accordance with applicable national laws of each of the companies concerned. They are then restated in accordance with internal Group valuation and formatting principles. Financial statements conform to the principles of Swiss GAAP FER in addition to accounting prescriptions set out in regulations for companies listed on the Swiss Stock Exchange.

## Consolidation Scope

Consolidated Group statements include Vetropack Holding Ltd, as well as all domestic and foreign subsidiaries in which Vetropack Holding Ltd has a direct or indirect interest of more than 50%. In such cases, "Full Consolidation Method" is applied, i.e. assets, liabilities, expenses and incomes of consolidated companies are consolidated 100%, whereby all intra-Group transactions are eliminated (accounts receivables and payables, incomes and expenses).

Minority interests are posted separately in the balance sheet and income statement.

Holdings between 20% and 50% are included in Group accounts, and are carried out according to the "Equity Method". The Group's percentage share of net assets is reported in the balance sheet under Financial Assets. Percentage share of net income is stated in the Consolidated Income Statement.

Holdings below 20% are posted in the consolidated balance sheet at acquisition cost less any necessary value adjustments.

An overview of companies within Vetropack Group and methods used to consolidate them into Group financial statements is found [here](#).

## Capital Consolidation

Capital consolidation is carried out according to the "Purchase Method", whereby acquisition cost of an acquired company is charged against its net assets according to Group principles at the time of purchase. Any goodwill paid at the time of acquisition is charged directly to Group's retained earnings in acquisition year.



## Foreign Exchange (FX) Differentials

Financial statements produced by foreign companies within the Group in their respective currencies are converted into Swiss francs as follows:

- Balance sheet figures according to the exchange rate valid at year end.
- Income statement figures according to the average annual exchange rate.
- Cash flow statement figures according to average and year end rates respectively.

Exchange rate differentials resulting from such foreign currency conversions are charged to profit reserves. Exchange rate differentials caused by converting transactions and balance sheet items in foreign currencies are recorded in the books of the respective Group company. Foreign exchange rate effects on long-term intra-Group loans with the nature of shareholders' equity are recorded in the consolidated shareholders' equity, not affecting net income.

	Average Exchange Rate		Year End Exchange Rate	
	2022	2021	2022	2021
EUR	1.00532	1.08161	0.98470	1.03630
CZK	0.04092	0.04216	0.04083	0.04159
HRK	0.13341	0.14365	0.13066	0.13779
MDL	0.05027	0.05176	0.04844	0.05120
RON	0.20326	0.21929	0.19923	0.20943
UAH	0.02902	0.03348	0.02491	0.03349

# Valuation Principles

Financial statements for individual companies are consolidated into the Group's financial statements, and valued in accordance with uniform principles across the Group. The most important valuation methods for the individual balance sheet positions are as follows:

## Liquid Assets

Liquid assets include cash, current account balances at banks and other financial institutions, as well as fixed term deposits with maturity of no more than 90 days. Liquid assets are valued at their nominal rate.

## Marketable Securities

Short-term securities include marketable and easily realisable securities investments and term deposits with a maturity of three to twelve months. Securities are valued at market prices. Term deposits are valued at their nominal rate.

## Receivables

Receivables are valued at their nominal rate. Value adjustments are carried out for identifiable individual risks. Experienced based country-specific value adjustments (2% to 10%) are applied to other risks.

## Inventories

Inventories are valued at either their acquisition or manufacturing costs. However, if the market price is lower, this figure is applied instead. Manufacturing costs include the cost of raw materials, individual production costs and a portion of allocated general overhead costs. The values used for items whose marketability is limited, are partially or entirely corrected according to their recognisable risks of loss. Inventories of intra-Group distribution are not assigned an intermediate profit. Discounts are recorded as reductions in the cost of goods.

## Tangible Assets

Tangible assets are valued at their acquisition or manufacturing cost less any applicable depreciation. Depreciation is linear over the expected useful life of the asset, taking residual values into account. The relevant depreciation periods are as follows:

– Buildings	15 – 50 years
– Production facilities	10 – 20 years
– Machinery and furnaces	5 – 24 years
– Modules	1 – 2 years
– Vehicles	5 – 7 years
– Office and other equipment	5 – 10 years

Assets of insubstantial value are directly expensed in the income statement upon acquisition. Intermediate profits arising from intra-Group asset transfers are eliminated.

## Leasing

Leased assets (financial leases) are reported as assets in the balance sheet. At the beginning of the contract, leasing payments are established by applying either the leased goods' purchase value or market value respectively. Alternatively cash value is applied if lower. The corresponding liability toward the leasing grantor is carried as liabilities from financial leasing. Cost from rental agreements and operational leasing are recorded in the income statement.

## Financial Assets

Non-consolidated participations are recorded in the balance sheet at their proportionate equity or purchase values. Loans and marketable securities are recorded at their nominal values or purchase prices respectively less any applicable value adjustments.

## Intangible Assets

Intangible assets include brands, patents, licences, software and other intangibles. Acquired intangible assets are reported in the balance sheet at acquisition cost and are subject to linear amortisation over their estimated useful life. If it is impossible to determine the useful life of an intangible asset, it is generally amortised over a period of five years.

– Licences, patents, brands	5 years
– Software	3 – 5 years
– Other intangible assets	5 years

Assets of insubstantial value are directly expensed in the income statement upon acquisition.

## Asset Impairment

If there is evidence that the value of an asset may be impaired, an impairment test is conducted. If the impairment test suggests an impairment, the book value is reduced to the recoverable amount (higher value of fair value less cost to sale and value in use).

## Liabilities

Short-term a.k.a. current liabilities are debts that are repayable within one year. When the due dates are beyond one year they are posted in the balance sheet under long-term liabilities. Liabilities (incl. financial debts) are recorded in the balance sheet at nominal value.

## Provisions

Provisions are formed when a legal or de facto obligation from past events has arisen. The outflow of funds to meet this obligation is likely, and provisionally it is possible to estimate its' amount reliably. The future outflow of funds is reported in the balance sheet at nominal value. If material, it is discounted as per the balance sheet date.

## Taxes

All tax obligations, irrespective of their due dates, are set aside. Ongoing income taxes are calculated on the basis of taxable income and reported in the balance sheet under Liabilities. Deferred taxes are calculated based on all temporary differences between the values from the tax statement and the operating values. Tax relevant losses carried forward are only taken into account if it seems possible to offset them against income. The country specific tax rates are applied when calculating deferred taxes. Deferred tax assets are recorded in the balance sheet as financial assets and deferred tax liabilities as long-term provisions.

## Derivative Financial Instruments

Derivative financial instruments are valued for trading and hedging purposes at their current value. Balance sheet relevant derivatives are reported under Other short-term receivables or Other short-term liabilities. Valuation changes are reported in the income statement.

## 1. Accounts Receivables

CHF millions	31.12.2022	31.12.2021
Gross receivables	184.9	147.7
Value adjustments	- 5.9	- 5.2
<b>Net receivables</b>	<b>179.0</b>	<b>142.5</b>

## 2. Other Short-Term Receivables

CHF millions	31.12.2022	31.12.2021
VAT (value added tax) credit	20.4	8.2
Withholding tax credit	2.2	2.9
Other short-term receivables	8.7	5.3
<b>Total</b>	<b>31.3</b>	<b>16.4</b>

## 3. Inventories

CHF millions	31.12.2022	31.12.2021
Raw materials	17.1	14.0
Materials and supplies	58.9	59.7
Work-in-progress	4.9	4.1
Finished goods, merchandise	115.4	109.1
Advance payments	0.7	0.5
Value adjustments	- 41.5	- 42.8
<b>Total</b>	<b>155.5</b>	<b>144.6</b>

## 4. Prepaid expenses and accrued income

CHF millions	31.12.2022	31.12.2021
Ongoing income tax (credit)	2.9	1.2
Other prepaid expenses and accrued income	3.3	1.4
<b>Total</b>	<b>6.2</b>	<b>2.6</b>

## 5. Tangible Assets

CHF millions

	Real Estate & Buildings Non- operating	Real Estate & Buildings operating	Furnaces, Equipment, Prod. Facili- ties, Moulds	Other Tangible Assets	Advance Payments & Assets Under Construction	Total
<b>Acquisition Value</b>						
As per 1.1.2021	52.4	305.4	892.2	41.0	89.4	1 380.4
Additions	–	2.2	21.2	2.2	92.6	118.2
Disposals	–	0.7	– 12.7	– 2.2	–	– 14.2
Reclassifications	–	17.3	60.5	0.7	– 78.5	–
Foreign exchange differences	– 0.1	– 8.8	– 22.6	– 0.9	– 4.3	– 36.7
As per 1.1.2022	52.3	316.8	938.6	40.8	99.2	1 447.7
Additions	0.1	0.2	8.5	1.5	183.8	194.1
Disposals	–	–	– 9.3	– 1.4	–	– 10.7
Reclassifications	0.1	1.0	11.6	0.7	– 13.4	–
Foreign exchange differences	– 0.1	– 13.5	– 50.3	– 2.0	– 8.4	– 74.3
As per 31.12.2022	52.4	304.5	899.1	39.6	261.2	1 556.8
<b>Accumulated Depreciation</b>						
As per 1.1.2021	12.9	187.8	572.7	33.5	–	806.9
Ordinary depreciation	0.9	7.2	71.4	2.5	–	82.0
Disposals	–	0.7	– 12.5	– 2.2	–	– 14.0
Reclassifications	–	0.1	–	– 0.1	–	–
Asset impairments	–	–	0.1	0.1	–	0.2
Foreign exchange differences	–	– 5.0	– 15.1	– 0.7	–	– 20.8
As per 1.1.2022	13.8	190.8	616.6	33.1	–	854.3
Ordinary depreciation	0.9	6.4	61.8	2.1	–	71.2
Disposals	–	–	– 6.0	– 1.3	–	– 7.3
Asset impairments*	–	1.3	15.5	0.5	0.6	17.9
Foreign exchange differences	–	– 7.3	– 32.2	– 1.5	0.1	– 40.9
As per 31.12.2022	14.7	191.2	655.7	32.9	0.7	895.2
<b>Book Value</b>						
As per 1.1.2022	38.5	126.0	322.0	7.7	99.2	593.4
As per 31.12.2022	**37.7	**113,3	243.4	6.7	***260,5	661.6

\* of which CHF 15.6 million relates to the Ukrainian production plant in Gostomel, which is reported in the extraordinary result

\*\* of which vacant real estate plots valued at CHF 18.8 million (2021: CHF 19.7 million)

\*\*\* of which payments on assets under construction CHF 5.6 million (2021: CHF 0.7 million)

## 6. Financial Assets

CHF millions	Note	31.12.2022	31.12.2021
Employer's contribution reserves	29	11.8	12.5
Assets from pension plans		2.1	2.1
Deferred taxes	22	2.8	2.3
Participations in associated companies		0.3	0.3
Other financial investments		0.3	0.2
<b>Total</b>		<b>17.3</b>	<b>17.4</b>

## 7. Intangible Assets

CHF millions	Software	Software in Development	Other Intangible Assets	Total
<b>Acquisition Value</b>				
As per 1.1.2021	53.1	0.8	1.2	55.1
Additions	0.8	0.1	0.1	1.0
Disposals	- 0.2	-	-	- 0.2
Reclassifications	0.6	- 0.6	-	-
As per 1.1.2022	54.3	0.3	1.3	55.9
Additions	0.1	0.4	-	0.5
Disposals	- 1.6	-	-	- 1.6
Reclassifications	0.1	- 0.1	-	-
Foreign exchange differences	- 0.1	-	-	- 0.1
<b>As per 31.12.2022</b>	<b>52.8</b>	<b>0.6</b>	<b>1.3</b>	<b>54.7</b>
<b>Accumulated Amortisation</b>				
As per 1.1.2021	48.1	-	1.1	49.2
Ordinary amortisation	2.2	-	-	2.2
Disposals	- 0.2	-	-	- 0.2
As per 1.1.2022	50.1	-	1.1	51.2
Ordinary amortisation	1.8	-	-	1.8
Disposals	- 1.6	-	-	- 1.6
<b>As per 31.12.2022</b>	<b>50.3</b>	<b>-</b>	<b>1.1</b>	<b>51.4</b>
<b>Book Value</b>				
As per 1.1.2022	4.2	0.3	0.2	4.7
<b>As per 31.12.2022</b>	<b>2.5</b>	<b>0.6</b>	<b>0.2</b>	<b>3.3</b>

In 2021 and 2022 there were no licenses, patents and trademarks.

## 8. Financial Debts

CHF millions	31.12.2022	31.12.2021
Residual period		
- < 1 year*	10.2	11.5
- 1 to 2 years**	2.9	7.9
- 3 to 5 years***	69.9	5.6
- > 5 years****	95.8	12.5
<b>Total</b>	<b>178.8</b>	<b>37.5</b>

\* in CHF; interest rate between 0.70% to 7.20% (2021: 0.65 to 1.85%)

\*\* in CHF; interest rate between 7.18% to 7.20% (2021: 0.70% to 3.25%)

\*\*\* in CHF; interest rate between 1.00% to 3.58% (2021: 4.60% to 6.00%)

\*\*\*\* in CHF; interest rate between 0.77% to 3.78% (2021: 0.99%)

## 9. Other Short-Term Liabilities

CHF millions	31.12.2022	31.12.2021
Prepaid recycling fee	5.3	5.4
Advance payments	2.6	1.8
Liabilities to employees	6.8	6.5
Other short-term liabilities	11.2	13.5
<b>Total</b>	<b>25.9</b>	<b>27.2</b>

## 10. Accrued expenses and deferred income

CHF millions	31.12.2022	31.12.2021
Ongoing liable income taxes	5.6	6.8
Unclaimed vacations and overtime compensations	7.8	7.5
Other accrued expenses and deferred income	18.4	16.6
<b>Total</b>	<b>31.8</b>	<b>30.9</b>



# 11. Provisions

CHF millions

	Service Anniver- sary	Pensions	Deferred Tax Liabilities	Other	Total
As per 1.1.2021	5.9	14.5	15.2	2.6	38.2
Reclassifications	-	-	-	-	-
Additions	0.8	1.8	1.8	7.8	12.2
Releases	- 0.2	- 0.1	- 1.2	- 0.2	- 1.7
Utilisations	- 0.1	- 2.7	-	- 6.3	- 9.1
Foreign exchange differences	- 0.2	- 0.6	-	- 0.1	- 0.9
As per 1.1.2022	6.2	12.9	15.8	3.8	38.7
Reclassifications	-	-	-	-	-
Additions	0.3	2.8	1.8	6.5	11.4
Releases	- 0.6	- 0.4	- 1.7	- 1.0	- 3.7
Utilisations	- 0.3	- 2.3	-	- 3.0	- 5.6
Foreign exchange differences	- 0.3	- 0.7	- 0.6	- 0.2	- 1.8
<b>As per 31.12.2022</b>	<b>5.3</b>	<b>12.3</b>	<b>15.3</b>	<b>6.1</b>	<b>39.0</b>
Of which short-term	0.6	-	-	6.1	6.7
Of which long-term	4.7	12.3	15.3	-	32.3

**Deferred Tax Liabilities:** details see [here](#).

**Service Anniversaries:** Provisions are formed in respect to remuneration for long service to the company as defined in the Employment Regulations. These provisions, which take into account country-specific corrective factors for the staff turnover, were discounted between 0% to 13% (2021: 0% to 11%) as per balance sheet date.

# 12. Share Capital

The share capital is structured as follows:

CHF millions	31.12.2022	31.12.2021
13 774 000 Registered shares A (2021: 13 774 000) nominal value CHF 1.00 (2021: CHF 1.00) (issued and paid in full)	13.8	13.8
30 250 000 Registered shares B (2021: 30 250 000) nominal value CHF 0.20 (2021: CHF 0.20) (issued and paid in full)	6.0	6.0
<b>Total</b>	<b>19.8</b>	<b>19.8</b>

The registered shares A (Security no. 622 761) are listed on the SIX Swiss Exchange, Swiss Reporting Standard. With a closing price at the end of the year of CHF 36.10 (2021: CHF 57.60) total capitalisation is CHF 715.6 million (2021: CHF 1,141.9 million). Each registered share has one voting right.

## Major Shareholders with > 3% of Voting Rights

	31.12.2022	31.12.2021
Shareholder group Cornaz according to latest SIX publication	71.6%	71.6%

One shareholders' agreement exists between the shareholders of Cornaz AG-Holding, another between Cornaz AG-Holding and other shareholders (details see [here](#)).

## 13. Segment Reporting

The segment reporting used at the top management level for corporate management has just one significant segment ("Glass packaging"). The secondary segment "Speciality glass" comprises only trade revenue in Switzerland (Müller + Krempel Ltd).

### Net Sales by supplying Country

CHF millions

	Change	2022	2021
Glass Packaging			
– Switzerland	14.3%	91.3	79.9
– Austria	10.4%	242.2	219.4
– Czech Republic	5.1%	83.8	79.7
– Croatia	25.6%	167.3	133.2
– Slovakia	29.7%	82.5	63.6
– Ukraine	– 77.4%	14.3	63.4
– Italy	11.2%	128.5	115.6
– Republic of Moldova	50.6%	75.3	50.0
Speciality Glass (Switzerland)	21.4%	14.2	11.7
<b>Total</b>	<b>10.2%</b>	<b>899.4</b>	<b>816.5</b>

Vetropack Group does not publish details on its segment results, as there is a significant risk that this could cause competitive disadvantages. The markets in which the Business Units of Vetropack operate are narrow niche sectors with few, primarily private suppliers, who could draw conclusions about the margins and prices from the segment results.

## 14. Other Operating Income

CHF millions

	2022	2021
Material and energy sales	5.8	3.2
Ancillary services	1.5	1.7
Real estate management income	0.6	0.6
Internally produced additions to plant and equipment	1.8	2.5
Supplier commissions	0.5	1.1
Allocations disposal fees	2.2	2.2
Income from subsidies	9.4	0.4
Other income	3.9	3.5
<b>Total</b>	<b>25.7</b>	<b>15.2</b>

## 15. Material expenses

CHF millions	2022	2021
Raw material	121.0	116.6
Merchandise	14.6	11.6
<b>Total</b>	<b>135.6</b>	<b>128.2</b>

## 16. Energy expenses

Despite the lower production volume, energy expenses increased by CHF 108.7 million (75.7 percent) in 2022 compared to 2021. This is due to the very volatile and, on average, sharp rise in prices for natural gas and electricity in the year under review.

## 17. Personnel Expenses

CHF millions	2022	2021
Wages and salaries	133.4	137.5
Social benefits	38.1	39.7
Other personnel expenses	6.1	6.5
<b>Total</b>	<b>177.6</b>	<b>183.7</b>

	Change	31.12.2022	31.12.2021
Workforce	- 8.6%	3 561	3 896

## 18. Other Operating Expenses

CHF millions	2022	2021
Maintenance and repairs	36.2	34.6
Mould costs	6.7	8.3
Packaging material	38.3	34.2
Transport costs	56.8	54.4
Other administrative and operating expenses	79.6	71.4
<b>Total</b>	<b>217.6</b>	<b>202.9</b>

## 19. Financial Result

CHF millions	2022	2021
Interest income	0.5	0.8
Interest expenses	- 4.4	- 1.5
Currency exchange gains	23.9	5.3
Currency exchange losses	- 27.7	- 11.1
Other financial income	-	-
<b>Total</b>	<b>- 7.7</b>	<b>- 6.5</b>

## 20. Non-Operating Result

CHF millions	2022	2021
Non-operating real estate income	2.8	2.7
Non-operating real estate expenses	- 1.1	- 1.2
Non-operating real estate depreciation/impairments	- 0.9	- 0.9
Other non-operating income/expenses	- 0.7	0.2
<b>Total</b>	<b>0.1</b>	<b>0.8</b>

## 21. Extraordinary Result

This position includes impairments on receivables (CHF 0.3 million), inventories (CHF 7.5 million) and fixed assets (CHF 15.6 million) of the glass factory in Ukraine. Furthermore, costs of CHF 8.0 million incurred in 2022 for clean-up and re-repair work in the glassworks Gostomel are included.

## 22. Income Taxes

CHF millions	2022	2021
Ongoing income taxes	9.9	12.1
Deferred income taxes	- 0.5	-
<b>Total</b>	<b>9.4</b>	<b>12.1</b>

Loss carryforwards amounted to CHF 8.0 million (2021: CHF 9.0 million) in total at the end of the reporting year. No loss carryforwards were included in the calculation of the deferred income tax assets (2021: CHF 0.0 million). The impact on the tax on earnings of unrecognised loss carryforwards was CHF 3.9 million in the reporting year (2021: CHF 2.2 million). In the reporting year CHF 2.8 million unrecognised loss carryforwards were used (2021: CHF 6.0 million). There was an impact of CHF -0.7 million in the reporting year on income taxes due to the use of unrecognised losses carried forward (2021: CHF -1.1 million). In the reporting year, as in the previous year, there was no impact due to the use or expiry of unrecognised loss carryforwards.

The country-specific tax rates that apply to the calculation of the deferred taxes on earnings range from 11.6% to 25.0% (2021: 11.6% to 25.0%). The weighted average tax rate to be applied based on the ordinary result is 17.5% (2021: 19.1%).

## 23. Results per Participation Right

The undiluted result per share is calculated by dividing the consolidated profit for the applicable year that is to be allocated to the shareholders of the Vetropack Group by the weighted average number of outstanding shares.

	2022	2021
Consolidated profit allocated to the shareholders of the Vetropack Group in million CHF	40.7	63.8
Weighted number of outstanding registered shares A for undiluted result per share	19 824 000	19 824 000
Weighted number of outstanding registered shares B for undiluted result per share	99 120 000	99 120 000
Undiluted result per registered share A in CHF	2.05	3.22
Undiluted result per registered share B in CHF	0.41	0.64

The diluted result per share is calculated in the same way as the undiluted result for both share types, as no dilution potential exists for either.

## 24. Investments Tangible Assets

### Investments by Asset Class

CHF millions	2022	2021
Real Estate & Buildings Non-operating	0.1	–
Real Estate & Buildings operating	0.2	2.2
Furnaces Equipment, Prod. Facilities, Moulds	8.5	21.2
Other Tangible Assets	1.5	2.2
Advance Payments & Assets Under Construction	183.8	92.6
<b>Total</b>	<b>194.1</b>	<b>118.2</b>

## 25. Off Balance Sheet Transactions

CHF millions	31.12.2022	31.12.2021
Letters of comfort	2.7	2.7
Guarantees*	291.5	7.9
Off balance sheet leasing	2.0	2.4
<b>Total</b>	<b>296.2</b>	<b>13.0</b>

\* As of 31 December 2022, CHF 137.9 million had not been used as a loan by the guarantee holder.

Contingent liabilities are stated at their maximum amounts (full sum of liability).

The repayment structure of the off balance sheet leasing liabilities is as follows:

CHF millions	31.12.2022	31.12.2021
Maturity		
– 1 to 2 years	0.8	0.9
– 3 to 5 years	1.2	1.1
– > 5 years	–	0.4
<b>Total</b>	<b>2.0</b>	<b>2.4</b>

## 26. Pledged Assets

The following assets' book values are used as collateral to secure bank credits and mortgages:

CHF millions	31.12.2022	31.12.2021
Accounts receivables	27.1	18.0
Inventories	6.9	7.3
Real estate	56.1	59.0
<b>Total</b>	<b>90.1</b>	<b>84.3</b>

## 27. Derivative Financial Instruments

As at 31 December 2022, Vetropack Holding Ltd has open currency swaps in the amount of EUR 64.0 million (CHF 63.0 million) with a negative market value of CHF 73.600.

## 28. Transactions with Related Parties

CHF millions	31.12.2022	31.12.2021
<b>Pension Funds</b>		
Accounts receivables	–	–
Accounts payables	0.1	0.1
Interest expenses	–	–
<b>Associated Companies</b>		
Accounts receivables	–	–
Accounts payables	0.9	1.0
Capitalised services	–	–
Service income	–	–
Equity income	–	–
Glass cullet purchasing expenses	– 4.4	– 4.6
Maintenance and repairs expenses	–	–
Other service expenses	–	–
Equity valuation expenses	–	–
<b>Other Closely Associated Persons</b>		
Accounts receivables	–	–
Accounts payables	–	0.2
Investments in tangible assets	–	–
Distribution income	–	–
Service income	–	–
Packaging material expenses	–	– 0.4
Distribution expenses	–	–
Service expenses	– 0.1	– 0.1
Interest expenses	–	–
Tangible assets/material sales	1.0	–

The classification of “Other Closely Associated Persons” includes transactions with the following natural persons and legal entities, irrespective of the Vetropack Company in which they occurred: shareholders with voting rights of more than 20%, BoD members, MB members and all companies that are directly or indirectly controlled by these persons.

Transactions with closely associated persons and companies are handled on the basis of normal market terms and conditions.

## 29. Pension Fund

There exist various pension schemes within the Group, which are based on regulations of their respective countries. In Switzerland, these are contributor funded schemes in accordance with Swiss pension fund law; abroad they are state-guaranteed contribution-based pension schemes. The schemes are financed either through contributions to legally independent institutions and trusts or by registering the pension fund liability in the financial statements of the Group companies.

### Employer's Contribution Reserves

#### Company Sponsored Pension Funds

CHF millions	2022	2021
Nominal value 31.12.	12.4	13.1
Utilisation waiver 31.12.	–	–
Other value adjustments 31.12.	–	–
Discounting effects 31.12.	– 0.5	– 0.6
<b>Book value 31.12.</b>	<b>11.8</b>	<b>12.5</b>

### Assets and Liabilities from Pension Funds

CHF millions	Company Sponsored Pension Funds	Pension Funds without Excess / Deficiency Cover	Pension Funds with Excess / Cover	Pension Funds without own Assets	Total
Excess / deficiency cover 31.12.2022	13.8	–	77.8	–	91.6
Economic utilisation/liabilities 31.12.2021	–	–	–	– 10.3	– 10.3
Economic utilisation/liabilities 31.12.2022	–	–	–	– 9.7	– 9.7
Changes 2022	–	–	–	– 0.6	– 0.6
Contributions restricted to the period*	0.6	–	2.6	2.6	5.8
Pension expenses 2021	– 0.2	–	2.5	0.5	2.8
Pension expenses 2022	0.6	–	2.6	2.0	5.2

\* including changes in employer's contribution reserves

The values for pension funds of Swiss companies are based on previous years' financial statements, whereby all substantive decisions in the current fiscal year are taken into account. The uncommitted funds are not available to the Vetropack Group.

CHF millions	2022	2021
Key influential factors		
– Changes in employer's contribution reserves	0.7	– 0.2
– Changes in economic utilisation / liabilities	– 0.6	– 1.5
– Pension fund contributions	5.1	4.5
<b>Total Pension Fund Expenses</b>	<b>5.2</b>	<b>2.8</b>



## 30. Acquisition

The total consideration includes a fixed purchase price component of CHF 44.4 million for the acquisition of the Moldovan glass factory in Chişinău and further payments dependent on future results, which as of 31.12.2021 is estimated at CHF 14.1 million. There was no change in the estimate as of 31.12.2022.

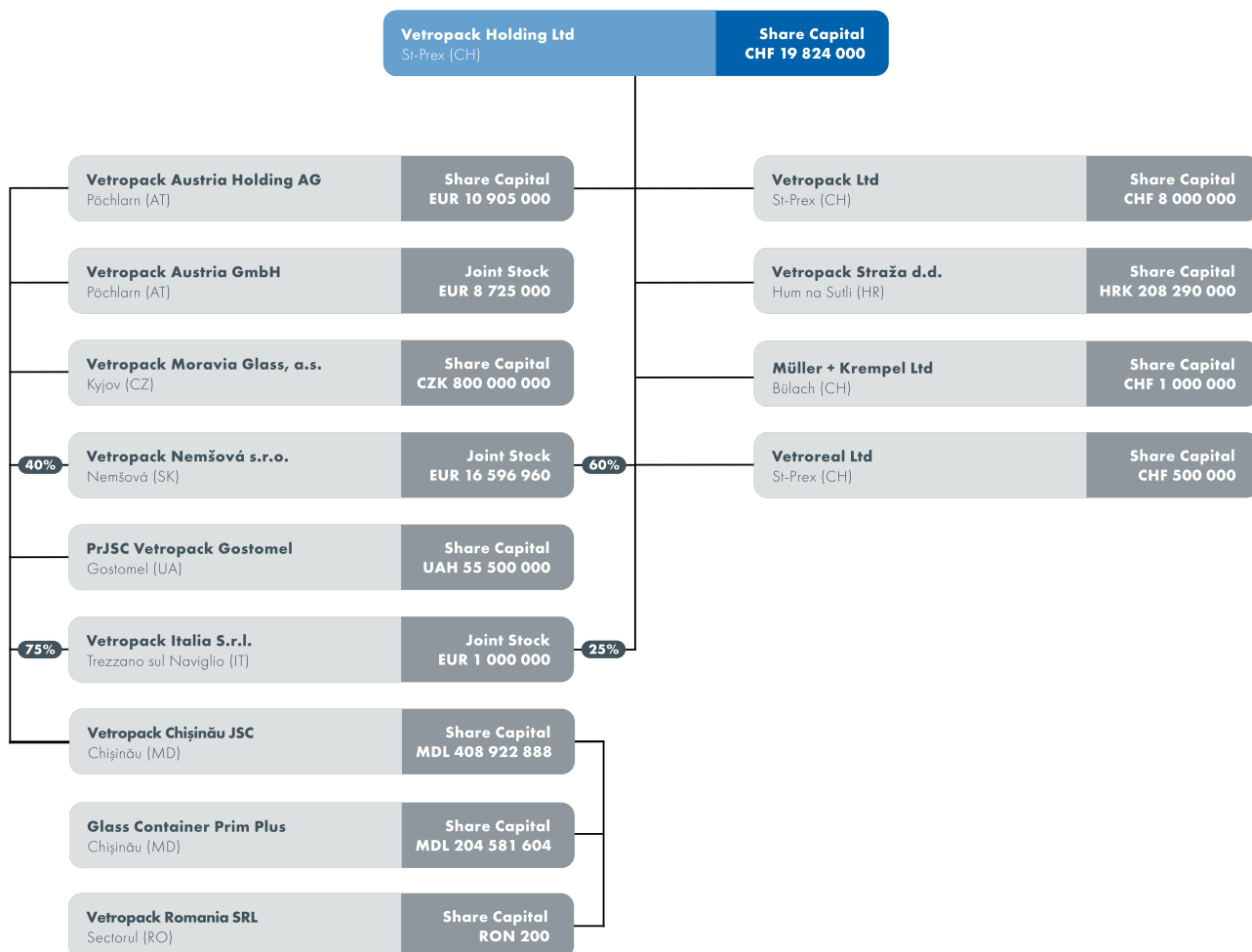
The goodwill of a purchased consolidated company is offset with equity at the date of acquisition. The theoretical amortisation of the goodwill is determined with a useful life of five years. A theoretical capitalisation of the goodwill would have the following impact on the consolidated financial statements:

CHF millions	2022	2021
<b>Theoretical goodwill</b>		
Gross book value as at 1.1.	44.8	34.4
Addition from acquisition	–	10.4
<b>Gross book value as at 31.12.</b>	<b>44.8</b>	<b>44.8</b>
Accumulated amortisation as at 1.1.	– 22.9	– 17.3
Amortisation	– 5.6	– 5.6
<b>Accumulated amortisation as at 31.12.</b>	<b>– 28.5</b>	<b>– 22.9</b>
Net book value as at 1.1.	21.9	17.1
<b>Net book value as at 31.12.</b>	<b>16.3</b>	<b>21.9</b>
<b>Effect on Balance Sheet</b>		
Shareholders' Equity according to Balance Sheet	749.3	774.5
Theoretical capitalisation of net book value of goodwill	16.3	21.9
<b>Theoretical Shareholders' Equity incl. net book value of goodwill</b>	<b>765.6</b>	<b>796.4</b>
<b>Effect on Income Statement</b>		
Consolidated Profit	40.7	63.8
Amortisation goodwill	– 5.6	– 5.6
<b>Theoretical Consolidated Profit incl. amortization of goodwill</b>	<b>35.1</b>	<b>58.2</b>

## 31. Events after the Balance Sheet Date

No events occurred between 31 December 2022 and 8 March 2023 (approval of the consolidated annual report by the Board of Directors) that would result in an adjustment to the carrying amounts of assets and liabilities or would need to be disclosed here.

# Ownership Structure



# Company Participations

Company	Domicile	Currency	Share Capital	* Share	Consolidation	Owner
<b>Switzerland</b>						
Vetropack Holding Ltd (VPH)	St-Prex	CHF	19 824 000		fully	the public
Vetropack Ltd	St-Prex	CHF	8 000 000	100%	fully	VPH
Vetro-Recycling Ltd	Bülach	CHF	100 000	100%	fully	VPH
Müller + Krempel Ltd	Bülach	CHF	1 000 000	100%	fully	VPH
Vetroreal Ltd	St-Prex	CHF	500 000	100%	fully	VPH
<b>Austria</b>						
Vetropack Austria Holding AG (VAH)	Pöchlarn	EUR	10 905 000	100%	fully	VPH
Vetropack Austria GmbH (VPA)	Pöchlarn	EUR	8 725 000	100%	fully	VAH
Austria Glas Recycling GmbH	Wien	EUR	50 000	24.5%	equity	VPA
PTP Pro Glas GmbH	Wien	EUR	35 000	50%	equity	VPA
<b>Czech Republic</b>						
Vetropack Moravia Glass, a.s.	Kyjov	CZK	800 000 000	100%	fully	VAH
<b>Croatia</b>						
Vetropack Straža d.d.	Hum na Sutli	HRK	208 290 000	100%	fully	VPH
<b>Slovakia</b>						
Vetropack Nemšová s.r.o.	Nemšová	EUR	16 596 960	60/40**	fully	VPH/VAH
<b>Ukraine</b>						
PrJSC Vetropack Gostomel	Gostomel	UAH	55 500 000	100%	fully	VAH
<b>Italy</b>						
Vetropack Italia S.r.l.	Trezzano	EUR	1 000 000	25/75**	fully	VPH/VAH
<b>Republic of Moldova**</b>						
Vetropack Chişinău JSC (VPC)	Chişinău	MDL	408 922 888	100%	fully	VAH
Glass Container Prim Plus	Chişinău	MDL	204 581 604	100%	fully	VPC
<b>Romania***</b>						
Vetropack Romania SRL	Bucureşti	RON	200	100%	fully	VPC

\* Capital shares and voting rights are identical; held indirectly via Vetropack Austria Holding AG

\*\* In 2022 Glass Container Company S.A. and Glass Container Prim S.A. were merged to Vetropack Chişinău JSC.

\*\*\* In 2022 Glass Container Company – SP SRL was renamed to Vetropack Romania SRL.

There were no other changes in company participations compared with 31 December 2021.

As per 31 Dezember 2022

# Report of the statutory auditor on the consolidated financial statements

To the General Meeting of Vetropack Holding Ltd, Saint-Prex

Zurich, 8 March 2023

**Opinion.** We have audited the consolidated financial statements of Vetropack Holding Ltd and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2022, the consolidated income statement, the consolidated statement of cash flows and the consolidated statement of changes in equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements (PDF version: pages 80 to 103 /online version: marked with the label "audited information") give a true and fair view of the consolidated financial position of the Group as at 31 December 2022 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Swiss GAAP FER and comply with Swiss law.

**Basis for opinion.** We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SA-CH). Our responsibilities under those provisions and standards are further described in the "Auditor's responsibilities for the audit of the consolidated financial statements" section of our report. We are independent of the Group in accordance with the provisions of Swiss law and the requirements of the Swiss audit profession, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key audit matters.** Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the "Auditor's responsibilities for the audit of the consolidated financial statements" section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the consolidated financial statements.

## Tangible Assets

**Area of focus.** The balance sheet position “tangible assets” amounts to MCHF 661.6 as of 31 December 2022 (Prior Year: MCHF 593.4) and therefore represents approximately 54% of total assets. More than half of the tangible assets are production facilities, which are exposed to hard industrial operations. This leads to two significant management assessments. Firstly, the management has to assess the moment a machine is ready for use and therefore depreciation can start. Secondly, management has to estimate the useful life and challenge the estimations continuously. Furthermore, events during production can lead to unplanned impairment of machines. These events can have an impact on the consolidated profit as well as the consolidated equity.

**Our audit response.** We assessed and tested controls regarding design and operational effectiveness of asset purchase respectively recognition and valuation of tangible assets. Besides testing controls, we performed substantive procedures where we recalculated the depreciation rates, evaluated the appropriateness of tangible asset useful lives applied in the calculation of depreciation and searched for indications for impairment. Furthermore, we performed test of details regarding the recognition of tangible assets and assessed the timeliness of the transfer of assets in the course of construction.

Our audit procedures did not lead to any reservations concerning the recognition and measurement of the tangible assets.

Refer to consolidated Balance Sheet on page 80, Valuation Principles on page 87 as well as Note Nr. 5 on page 90 regarding the financial statement.

**Other information.** The Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated financial statements, the stand-alone financial statements, the remuneration report and our auditor’s reports thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Board of Directors’ responsibilities for the consolidated financial statements.** The Board of Directors is responsible for the preparation of the consolidated financial statements, which give a true and fair view in accordance with Swiss GAAP FER and the provisions of Swiss law, and for such internal control as the Board of Directors determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Board of Directors is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the consolidated financial statements.**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Swiss law and SA-CH will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

A further description of our responsibilities for the audit of the consolidated financial statements is located on EXPERTsuisse's website at: <https://www.expertsuisse.ch/en/audit-report>. This description forms an integral part of our report.

**Report on other legal and regulatory requirements.** In accordance with Art. 728a para. 1 item 3 CO and PS-CH 890, we confirm that an internal control system exists, which has been designed for the preparation of the consolidated financial statements according to the instructions of the Board of Directors.

We recommend that the consolidated financial statements submitted to you be approved.

Ernst & Young Ltd

Willy Hofstetter  
Licensed audit expert  
(Auditor in charge)

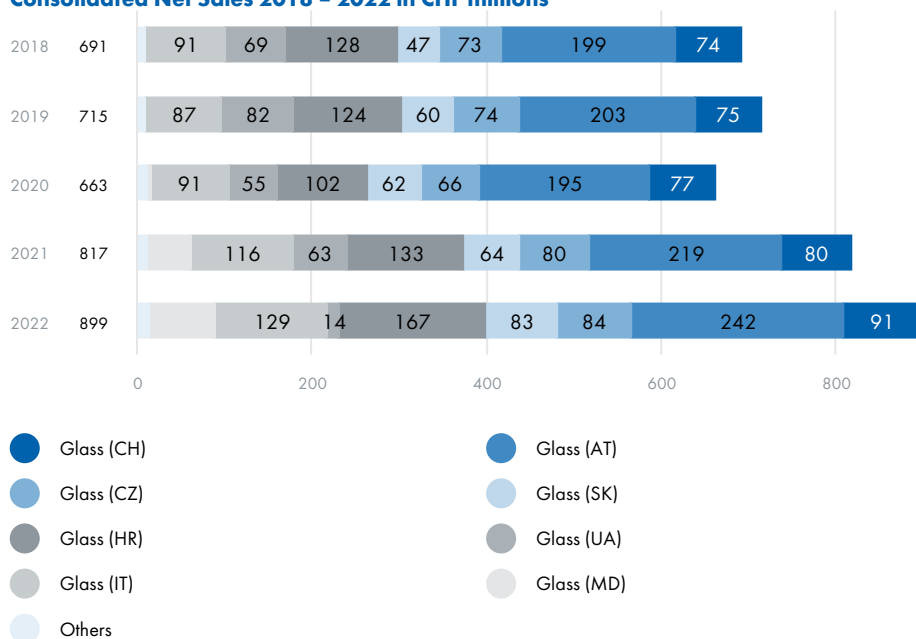
Marc Hegetschweiler  
Licensed audit expert

# Five Year Overview

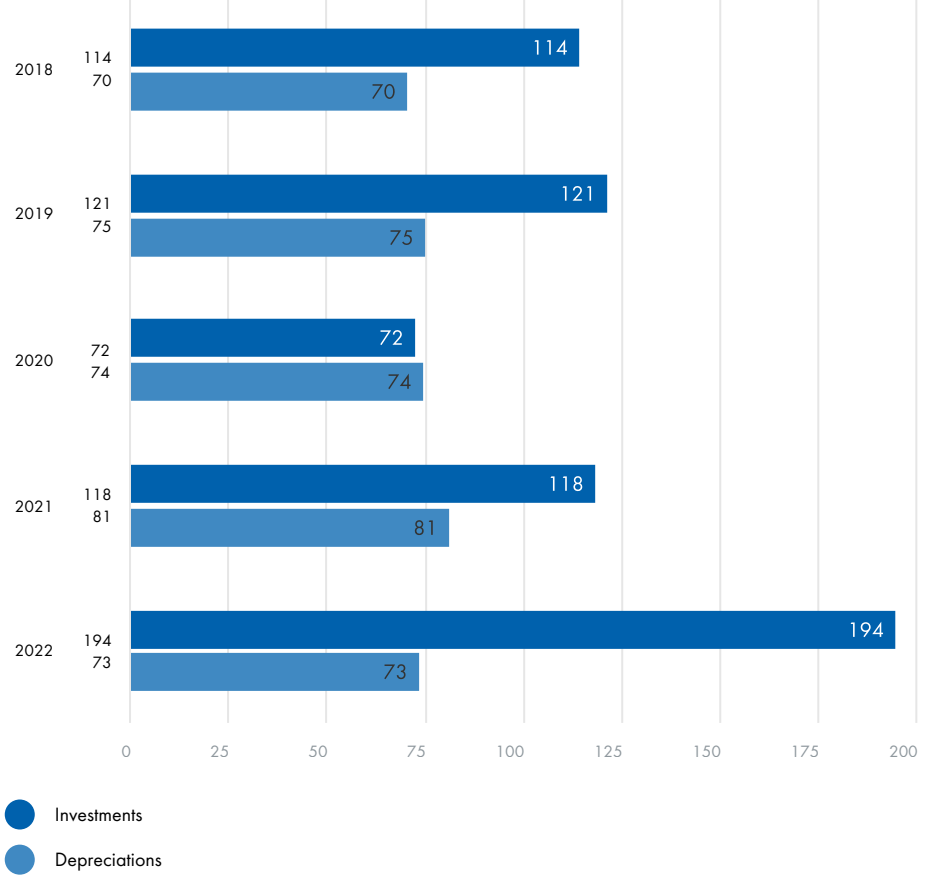
		2022	2021	2020	2019	2018
<b>Consolidated Income Statement</b>						
Net sales from goods and services	CHF millions	899.4	816.5	662.6	714.9	690.7
Change net sales from previous year	%	10.2	23.2	- 7.3	3.5	9.4
Workforce	FTE	3 561	3 896	3 882	3 366	3 291
Net sales per employee	TCHF	253	210	195	212	210
Operating cash flow before change of net working capital	CHF millions	142.2	154.1	141.2	153.3	135.7
Cash flow as % of net sales	%	15.8	18.9	21.3	21.4	19.6
Depreciation/Impairments on tangible assets*	CHF millions	73.5	82.2	74.3	75.7	70.5
Income taxes	CHF millions	9.4	12.1	8.5	14.2	14.0
Net profit	CHF millions	40.7	63.8	81.2	72.4	58.1
<b>Consolidated Balance Sheet as per 31.12.</b>						
Investments in tangible assets	CHF millions	194.1	118.2	71.6	121.1	114.2
Total assets	CHF millions	1 234.5	1 047.8	991.5	949.2	947.4
Short-term assets	CHF millions	552.3	432.3	395.3	365.0	399.6
Long-term assets	CHF millions	682.2	615.5	596.2	584.2	547.8
Liabilities	CHF millions	485.2	273.3	227.9	200.8	235.8
Shareholders' equity	CHF millions	749.3	774.5	763.6	748.4	711.6
Equity ratio	%	60.7	73.9	77.0	78.7	75.1

\* including depreciation on non-operating buildings

**Consolidated Net Sales 2018 – 2022 in CHF millions**



### Investments and Depreciations 2018 – 2022 in CHF millions







**Financial Report  
Vetropack Holding Ltd**

# Financial Report

## Vetropack Holding Ltd

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# Balance Sheet

CHF millions	Note	31.12.2022	31.12.2021
<b>ASSETS</b>			
<b>Short-term Assets</b>			
Liquid funds		101.2	95.8
Accounts receivables from third parties		0.2	0.2
Accounts receivables from Group companies		11.0	7.6
Other short-term receivables from third parties		0.3	0.2
Other short-term receivables from Group companies		2.7	19.8
Prepaid expenses and accrued income		2.1	0.9
Subtotal Short-term Assets		117.5	124.5
<b>Long-term Assets</b>			
Loans to Group companies*		300.2	259.5
Participations	3	120.2	120.2
Tangible assets		0.6	0.3
Intangible assets		2.7	4.0
Subtotal Long-term Assets		423.7	384.0
<b>Total Assets</b>		<b>541.2</b>	<b>508.5</b>
<b>LIABILITIES</b>			
<b>Liabilities</b>			
– Accounts payables to third		2.0	2.4
– Accounts payables to Group companies		2.5	2.1
Accounts payables		4.5	4.5
Short-term interest-bearing financial debts		68.1	41.7
Other short-term liabilities	4	0.1	0.1
Accrued expenses, deferred income and short-term provisions		3.0	2.5
Subtotal Short-term Liabilities		75.7	48.8
– Long-term financial debts to Group companies		3.0	3.0
– Long-term provisions		0.7	0.6
Subtotal Long-term Liabilities		3.7	3.6
<b>Total Liabilities</b>		<b>79.4</b>	<b>52.4</b>
<b>Shareholders' Equity</b>			
Share capital	5	19.8	19.8
Legal capital reserves/reserves from capital investments		0.3	0.3
Legal profit reserves		28.6	28.6
– Voluntary profit reserves		364.4	354.4
Retained earnings brought forward from previous year		17.2	18.0
Annual profit		31.5	35.0
– Accumulated profits		48.7	53.0
Subtotal Shareholders' Equity		461.8	456.1
<b>Total Liabilities</b>		<b>541.2</b>	<b>508.5</b>

\* Thereof CHF 30.0 million are subordinated.

# Income Statement

CHF millions	Note	2022	2021
Dividend income		31.0	42.0
Income generated from licenses		12.8	12.0
Management fees		12.1	9.6
Other income		18.7	20.5
<b>Total income</b>		<b>74.6</b>	<b>84.1</b>
Personnel expenses		- 16.4	- 16.9
- Administrative expenses		- 17.3	- 16.1
- Promotional expenses		- 1.2	- 0.9
- various operating expenses		- 2.6	- 2.5
Other operating expenses		- 21.1	- 19.5
Depreciation		- 0.1	- 0.1
Amortisation		- 1.7	- 1.8
<b>Operating Result (EBIT)</b>		<b>35.3</b>	<b>45.8</b>
Currency exchange losses		- 15.4	- 16.8
<b>Total financial expenses</b>		<b>- 15.4</b>	<b>- 16.8</b>
Interest income		1.8	3.9
Currency exchange gains		10.3	2.1
<b>Total financial income</b>		<b>12.1</b>	<b>6.0</b>
<b>Ordinary Result</b>		<b>32.0</b>	<b>35.0</b>
Extraordinary result	6	- 0.3	-
<b>Annual Profit Before Taxes</b>		<b>31.7</b>	<b>35.0</b>
Income taxes		- 0.2	-
<b>Annual Profit</b>		<b>31.5</b>	<b>35.0</b>

## 1. Information on the Principles Applied in the Annual Financial Statement

The annual financial statement has been prepared in accordance with the provisions of Swiss law, in particular the articles governing commercial accounting and financial reporting in the Swiss Code of Obligations (Art. 957 ff).

## 2. Range of Full-Time Positions Averaged Across the Year

As in the previous year, the company employed between 50 and 250 people in the year under review.

## 3. Participations

The overview [here](#) provides a breakdown of the participations held directly or indirectly by Vetropack Holding Ltd. No value adjustments to participations were released in the reporting year (2021: CHF 0.0 million).

## 4. Other Short-Term Liabilities

Liabilities to pension funds amounted to CHF 0.1 million on the reporting date (2021: CHF 0.1 million).

## 5. Share Capital

The detailed information on share capital can be found [here](#).

## 6. Extraordinary result

The extraordinary costs are related to the events in Ukraine.

## 7. Derivative Financial Instruments

As at 31 December 2022, Vetropack Holding Ltd has open currency swaps in the amount of EUR 64.0 million (CHF 63.0 million) with a negative market value of CHF 73.600.

## 8. Total Amount of Securities Provided for Third-Party Liabilities

There are guarantees in favor of Vetropack AG, St-Prex, of CHF 2.7 million (2021: CHF 2.7 million), in favor of Vetropack Italia S.r.l., Trezzano, of EUR 5.7 million (CHF 5.6 million) and Vetropack Austria Holding AG, Pöchlarn, for EUR 290.0 million (CHF 285.6 million), of which EUR 140.0 million (CHF 137.9 million) was not claimed as a loan by Vetropack Austria Holding AG as of 31 December 2022. As of 31 December 2021, there were guarantees in favor of Vetropack Italia S.r.l. over EUR 7.3 million (CHF 7.6 million).

## 9. Joint Liability

In the framework of VAT group taxation, all affiliated Swiss companies within the Vetropack Group are jointly and severally liable for total debt owed to the federal tax authorities.

## 10. Contingent Liabilities

Vetropack Group operates a cash pooling system for which Vetropack Holding Ltd performs the function of pool master. As a result of the cash pooling agreements with the banks, the pool master has a liability for possible negative balances in the participating pool accounts.

## 11. Off Balance Sheet Transactions

As of 31 December 2022 there were unrecognized leasing obligations in the amount of CHF 0.3 million (2021: CHF 0.2 million). CHF 0.2 million are due within 1 to 2 years and CHF 0.1 million are due within 3 to 5 years.

## 12. Disclosure in Accordance with Swiss Code of Obligations (Art. 663c)

The table below lists the numbers of shares per member of the BoD and MB as of 31 December 2022. Shares held by closely associated persons are included in the total for the respective individual.

Voting Rights	Registered Shares	Registered Shares	Registered Shares	Registered Shares
	A	B	A	B
	2022	2022	2021	2021
Claude R. Cornaz*	48 260	–	48 260	–
Richard Fritschi*	1 000	–	1 000	–
Sönke Bandixen*	2 000	–	2 000	–
Pascal Cornaz*	50 000	–	50 000	–
Rudolf Fischer*	500	–	500	–
Urs Kaufmann*	2 450	–	2 450	–
Jean-Philippe Rochat*	500	–	500	–
Diane Nicklas*	–	–	–	–
<b>Total</b>	<b>104 710</b>	<b>–</b>	<b>104 710</b>	<b>–</b>
Johann Reiter**	750	–	750	–
David Zak**	–	–	–	–
Nuno Cunha**	–	–	–	–
Johann Eggerth**	–	–	–	–
Stephen Rayment**	–	–	–	–
Guido Stebner**	–	–	–	–
Evan Williams**	–	–	–	–
<b>Total</b>	<b>750</b>	<b>–</b>	<b>750</b>	<b>–</b>

\* BoD members; position see [here](#)

\*\* MB members; position see [here](#)

### List of Major Shareholders with Holdings > 3%

	31.12.2022	31.12.2021
Shareholder group Cornaz according to latest SIX publication	71.6%	71.6%

One shareholders' agreement exists between the shareholders of Cornaz AG-Holding, another between Cornaz AG-Holding and other shareholders (details see [here](#)).

# Board of Directors' (BoD) Proposal for the Corporate Profit Appropriation

The board of Directors proposes the following appropriation of profits to the Annual General Assembly of shareholders (AGA):

CHF millions	2022	2021
<b>At disposal of the AGA</b>		
Retained earnings	17.2	18.0
Annual profit	31.5	35.0
Total profit	48.7	53.0
Total at the disposal of the AGA	48.7	53.0
<b>Board of Directors' Proposal</b>		
Total profit	48.7	53.0
Allocation profit	- 10.0	- 10.0
Dividend payment	- 19.8	- 25.8
Retained earnings	18.9	17.2

Acceptance of this proposal results in the following dividend payments:

CHF	Gross Dividend	35% Withholding Tax	Net Dividend
Registered share A CHF 1.00 nominal value	1.00	0.35	0.65
Registered share B CHF 0.20 nominal value	0.20	0.07	0.13

The dividend payment to the shareholders will be made on 25 April 2023 to the paying agent known to us.



# Report of the statutory auditor on the financial statements

To the General Meeting of Vetropack Holding Ltd, Saint-Prex

Zurich, 8 March 2023

**Opinion.** We have audited the financial statements of Vetropack Holding Ltd (the Company), which comprise the statement of financial position as at 31 December 2022 and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements (PDF version: pages 111 bis 116 /online version: marked with the label "audited information") comply with Swiss law and the Company's articles of incorporation.

**Basis for opinion.** We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SA-CH). Our responsibilities under those provisions and standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Company in accordance with the provisions of Swiss law and the requirements of the Swiss audit profession, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key audit matters.** We have determined that there are no key audit matters to communicate in our report.

**Other information.** The Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated financial statements, the stand-alone financial statements, the remuneration report and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Board of Directors' responsibilities for the financial statements.** The Board of Directors is responsible for the preparation of the financial statements in accordance with the provisions of Swiss law and the Company's articles of incorporation, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements.** Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Swiss law and SA-CH will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on EXPERTsuisse's website at: <https://www.expertsuisse.ch/en/audit-report>. This description forms an integral part of our report.

**Report on other legal and regulatory requirements.** In accordance with Art. 728a para. 1 item 3 CO and PS-CH 890, we confirm that an internal control system exists, which has been designed for the preparation of the financial statements according to the instructions of the Board of Directors.

Furthermore, we confirm that the proposed appropriation of available earnings complies with Swiss law and the Company's articles of incorporation. We recommend that the financial statements submitted to you be approved.

Ernst & Young Ltd

Willy Hofstetter  
Licensed audit expert  
(Auditor in charge)

Marc Hegetschweiler  
Licensed audit expert

# Five Year Overview

	2022	2021	2020	2019	2018
<b>Income Statement and Balance Sheet (CHF millions)</b>					
Total income	74.6	84.1	77.5	61.8	55.3
Annual profit	31.5	35.0	44.4	33.4	47.3
Total assets	541.2	508.5	484.1	457.6	430.6
Participations	120.2	120.2	120.2	116.5	116.5
Share capital	19.8	19.8	19.8	19.8	19.8
Shareholders' equity	461.8	456.1	446.9	428.1	414.6
<b>Share details (CHF)</b>					
Share prices					
– Registered share A high	58.90	64.90	65.10	62.40	49.80
– Registered share A low	27.90	53.00	39.60	38.00	34.80
Earnings per share					
	2.05	3.22	4.10	182.61	144.99
Dividends					
– Registered share A	*1,00	1.30	1.30	65.00	50.00
– Registered share B	*0,20	0.26	0.26	13.00	10.00
Distribution ratio in %	48.6	40.4	31.8	35.3	34.1

\* Motion for the AGA on 19 April 2023

**Consolidated Annual Profit and Dividends 2018 – 2022 in CHF millions**

