

Financial report

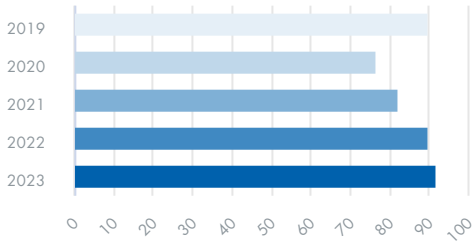
Vetropack Group

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Vetropack Group

EBIT 2019–2023

CHF millions



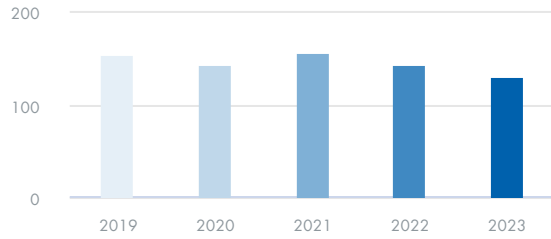
91.3

Change compared to the previous year

+2.5%

Cash flow 2019–2023

CHF millions



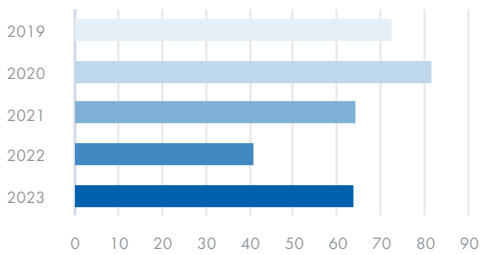
130.1

Change compared to the previous year

-8.5%

Consolidated profit 2019–2023

CHF millions



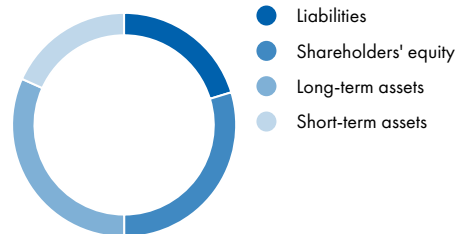
63.3

Change compared to the previous year

+55.5%

Total assets 31.12.2023

CHF millions



1 263.8

Change compared to the previous year

+2.4%

Consolidated net sales 2019–2023

CHF millions

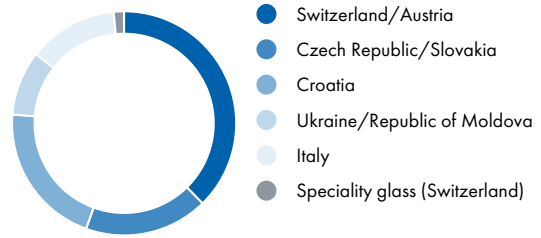
898.8

Change compared to the previous year

-0.1%

Consolidated net sales by segment 2023

CHF millions



Consolidated balance sheet

CHF millions	Note	31.12.2023	31.12.2022
ASSETS			
Short-term assets			
Liquid funds		82.2	180.3
Accounts receivable	1	141.3	179.0
Other short-term receivables	2	36.0	31.3
Inventories	3	197.9	155.5
Prepaid expenses and accrued income	4	4.1	6.2
Subtotal short-term assets		461.5	552.3
Long-term assets			
Tangible assets	5	778.0	661.6
Financial assets	6	20.3	17.3
Intangible assets	7	4.0	3.3
Subtotal long-term assets		802.3	682.2
Total assets		1 263.8	1 234.5
LIABILITIES			
Liabilities			
Short-term liabilities			
– Accounts payable		160.5	209.0
– Short-term financial debts	8	3.3	10.2
– Other short-term liabilities	9	26.9	25.9
– Accrued expenses and deferred income	10	34.1	31.8
– Short-term provisions	11	4.8	6.7
Subtotal short-term liabilities		229.6	283.6
Long-term liabilities			
– Long-term financial debts	8	252.4	168.6
– Other long-term liabilities		0.5	0.7
– Long-term provisions	11	30.6	32.3
Subtotal long-term liabilities		283.5	201.6
Total liabilities		513.1	485.2
Shareholders' equity			
Share capital	12	19.8	19.8
Capital reserves		0.3	0.3
Retained earnings		667.3	688.5
Consolidated profit		63.3	40.7
Subtotal shareholders' equity		750.7	749.3
Total liabilities		1 263.8	1 234.5

Consolidated income statement

CHF millions	Note	2023	2022
Net sales from goods and services	13	898.8	899.4
Other operating income	14	24.1	25.7
Changes in inventories		40.1	21.4
Material expenses	15	- 147.3	- 135.6
Energy expenses		- 241.7	- 252.2
Personnel expenses	16	- 190.9	- 177.6
Depreciation	5	- 72.4	- 70.4
Impairments of tangible assets	5	- 0.8	- 2.2
Amortisation	7	- 1.6	- 1.8
Other operating expenses	17	- 217.0	- 217.6
Operating result (EBIT)		91.3	89.1
Financial result	18	- 10.9	- 7.7
Ordinary result		80.4	81.4
Non-operating result ¹	19	- 0.8	0.1
Extraordinary result	20	- 0.5	- 31.4
Consolidated profit before income taxes		79.1	50.1
Income taxes	21	- 15.8	- 9.4
Consolidated profit		63.3	40.7
Earnings per share	22		
Undiluted earnings per registered share A in CHF		3.19	2.05
Undiluted earnings per registered share B in CHF		0.64	0.41
Diluted earnings per registered share A in CHF		3.19	2.05
Diluted earnings per registered share B in CHF		0.64	0.41

¹ This includes depreciation of CHF 0.9 million on non-operating real estate and buildings (2022: CHF 0.9 million).

Consolidated cash flow statement

CHF millions	Note	2023	2022
Consolidated profit		63.3	40.7
Depreciation and amortisation		74.9	73.1
Impairments		- 1.1	25.7
Change in provisions		- 6.3	3.0
Result from disposals of fixed assets		- 0.2	0.5
Other non-cash items		- 0.5	- 0.8
Operating cash flow before change of net working capital		130.1	142.2
Change in accounts receivable		32.1	- 46.4
Change in inventories		- 53.0	- 27.4
Change in other receivables, prepaid expenses and accrued income		- 4.8	- 19.8
Change in accounts payable		- 38.0	80.0
Change in other short-term liabilities, accrued expenses and deferred income		6.0	1.9
Cash flow from operating activities		72.4	130.5
Investments in tangible assets	23	- 235.6	- 194.1
Disposals of tangible assets		1.5	2.9
Investments in financial assets		- 0.1	-
Investments in intangible assets		- 2.3	- 0.5
Cash flow from investment activities		- 236.5	- 191.7
Dividend to shareholders		- 19.8	- 25.8
Change in short-term financial debts		- 4.0	- 2.7
Change in long-term financial debts		94.1	147.8
Cash Flow from financing activities		70.3	119.3
Foreign exchange differences		- 4.3	- 4.0
Change in liquid funds		- 98.1	54.1
Liquid funds as per 1.1.		180.3	126.2
Liquid funds as per 31.12.		82.2	180.3
Change in liquid funds		- 98.1	54.1
Inflow from interest		0.6	0.4
Outflow for interest		- 1.0	- 1.0
Outflow for income taxes		- 16.1	- 12.2

Changes in consolidated shareholders' equity

CHF millions

	Share capital	Capital reserves (Agio)	Retained earnings	Subtotal
Shareholders' 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
Shareholders' equity as per 31.12.2022	19.8	0.3	729.2	749.3
Consolidated profit	–	–	63.3	63.3
Foreign exchange differences	–	–	– 42.1	– 42.1
Dividends	–	–	– 19.8	– 19.8
Shareholders' equity as per 31.12.2023	19.8	0.3	730.6	750.7

The legally non-distributable reserves of Vetropack Holding Ltd amount to CHF 4.0 million (2022: CHF 4.0 million). Vetropack Holding Ltd did not hold own shares from 2021 to 2023.

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 considers the Vetropack Group as a single business entity for this purpose.

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 the Group's internal 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, the 'Full consolidation method' is applied, i.e. assets, liabilities, expenses and incomes of consolidated companies are consolidated 100%, whereby all material intra-Group transactions are eliminated (accounts receivable and payable, income and expenses, and intermediate gains).

Minority shareholders' interests are recognised separately in the balance sheet and income statement.

Holdings of between 20% and 50% are included in Group accounts 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 available [here](#).

Capital consolidation

Capital consolidation is carried out according to the 'Purchase method', whereby the acquisition cost of an acquired company is charged against its net assets revaluated according to Group principles at the time of purchase. Any goodwill paid at the time of acquisition is charged directly to the Group's retained earnings in the 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's 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 retained earnings with no effect on net income. Exchange rate differentials caused by converting transactions and balance sheet items in foreign currencies are recorded in the books of the respective Group company with effect on net income. 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	
	2023	2022	2023	2022
EUR	0.97191	1.00532	0.92600	0.98470
CZK	0.04051	0.04092	0.03745	0.04083
HRK	-	0.13341	-	0.13066
MDL	0.04958	0.05027	0.04792	0.04844
RON	0.19659	0.20326	0.18611	0.19923
UAH	0.02430	0.02902	0.02191	0.02491

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 from the balance-sheet date. Liquid assets are valued at their nominal rate.

Marketable securities

Short-term securities recognised on the balance sheet 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. Country-specific general 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. All identifiable risks of loss for goods or articles with insufficient inventory turnover are taken into account by appropriate value adjustments. Inventories from intercompany deliveries do not include intermediate profits. 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
– Moulds	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, the cash value is applied if lower. The corresponding liability toward the leasing grantor is carried as a liability from financial leasing. Costs arising 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 ('equity method') or purchase values. Loans and marketable securities are recorded at their nominal values or purchase prices respectively, less any necessary 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 accurately, 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 liabilities (also referred to as 'current liabilities') are debts that are repayable within 12 months. Long-term financial liabilities refer to financing with a term of more than one year. Liabilities (including financial debts) are recorded in the balance sheet at nominal value.

Provisions

Provisions are formed when a legal or de facto obligation has arisen from past events, the outflow of funds to meet this obligation is likely, and 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 'Accrued expenses and deferred income'. 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 for hedging purposes are disclosed in the notes and recognized at fair value through profit or loss when the underlying transaction occurs.

Notes

1. Accounts receivable

CHF millions	31.12.2023	31.12.2022
Gross receivables	145.7	184.9
Value adjustments	- 4.4	- 5.9
Net receivables	141.3	179.0

2. Other short-term receivables

CHF millions	31.12.2023	31.12.2022
VAT (value added tax) credit	25.2	20.4
Withholding tax credit	3.2	2.2
Other short-term receivables	7.6	8.7
Total	36.0	31.3

3. Inventories

CHF millions	31.12.2023	31.12.2022
Raw materials	20.0	17.1
Materials and supplies	64.3	58.9
Work-in-progress	11.9	4.9
Finished goods, merchandise	151.7	115.4
Advance payments to suppliers	1.0	0.7
Value adjustments	- 51.0	- 41.5
Total	197.9	155.5

4. Prepaid expenses and accrued income

CHF millions	31.12.2023	31.12.2022
Ongoing income tax (credit)	2.9	2.9
Other prepaid expenses and accrued income	1.2	3.3
Total	4.1	6.2

5. Tangible assets

CHF millions

	Real estate & buildings non- operating	Real estate & buildings operating	Furnaces, equipment, prod. faci- ties, moulds	Other tangible assets	Advance payments & assets under construction	Total
Acquisition value						
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 1.1.2023	52.4	304.5	899.1	39.6	261.2	1 556.8
Additions	4.9	109.8	211.0	4.2	– 94.8	235.1
Disposals	–	– 0.4	– 46.1	– 3.0	– 0.2	– 49.7
Reclassifications	–	1.8	14.7	0.7	– 17.2	–
Foreign exchange differences	– 0.3	– 20.5	– 59.5	– 1.9	– 11.3	– 93.5
As per 31.12.2023	57.0	395.2	1 019.2	39.6	137.7	1 648.7
Accumulated depreciation						
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
Reclassifications	–	–	–	–	–	–
Asset impairments ¹	–	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 1.1.2023	14.7	191.2	655.7	32.9	0.7	895.2
Ordinary depreciation	0.9	7.6	62.5	2.3	–	73.3
Disposals	–	– 0.4	– 45.1	– 3.0	–	– 48.5
Asset impairments ¹	–	–	1.5	–	–	1.5
Release asset impairments ²	–	– 0.4	– 1.6	– 0.2	– 0.3	– 2.5
Foreign exchange differences	–	– 9.2	– 37.7	– 1.4	–	– 48.3
As per 31.12.2023	15.6	188.8	635.3	30.6	0.4	870.7
Book value						
As per 1.1.2023	37.7	113.3	243.4	6.7	260.5	661.6
As per 31.12.2023	41.4³	206.4³	383.9	9.0	137.3⁴	778.0

¹ of which in 2023 CHF 0.7 million relates to the Ukrainian production plant in Gostomel, which were reported in the extraordinary result (2022: CHF 15.6 million) as well as CHF 0.8 million to the closed Italian production plant in Trezzano

² of which in 2023 CHF 2.5 million relates to the Ukrainian production plant in Gostomel, whereof CHF 0.6 million were reported in the extraordinary result

³ of which vacant real estate plots valued at CHF 3.7 million (2022: CHF 18.8 million)

⁴ of which payments on assets under construction CHF 8.9 million (2022: CHF 5.6 million)

6. Financial assets

CHF millions	Note	31.12.2023	31.12.2022
Assets from employer's contribution reserves	28	11.7	11.8
Assets from pension plans		2.0	2.1
Deferred taxes	21	6.1	2.8
Participations in associated companies		0.3	0.3
Other financial investments		0.2	0.3
Total		20.3	17.3

7. Intangible assets

CHF millions	Software	Software in development	Other intangible assets	Total
Acquisition value				
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
As per 1.1.2023	52.8	0.6	1.3	54.7
Additions	0.1	2.1	0.1	2.3
Disposals	–	–	–	–
Reclassifications	1.2	– 1.2	–	–
Foreign exchange differences	– 0.2	–	– 0.1	– 0.3
As per 31.12.2023	53.9	1.5	1.3	56.7
Accumulated amortisation				
As per 1.1.2022	50.1	–	1.1	51.2
Ordinary amortisation	1.8	–	–	1.8
Disposals	– 1.6	–	–	– 1.6
As per 1.1.2023	50.3	–	1.1	51.4
Ordinary amortisation	1.6	–	–	1.6
Disposals	–	–	–	–
Foreign exchange differences	– 0.3	–	–	– 0.3
As per 31.12.2023	51.6	–	1.1	52.7
Book value				
As per 1.1.2023	2.5	0.6	0.2	3.3
As per 31.12.2023	2.3	1.5	0.2	4.0

In 2022 and 2023 there were no licenses, patents and trademarks.

8. Financial debts

CHF millions	31.12.2023	31.12.2022
Residual period		
– < 1 year ¹	3.3	10.2
– 1 to 2 years ²	2.9	2.9
– 3 to 5 years ³	207.1	69.9
– > 5 years ⁴	42.4	95.8
Total	255.7	178.8

¹ in CHF; interest rate between 1.00% and 14.00% (2022: 0.70% to 7.20%)

² in CHF; interest rate between 2.17% and 2.17% (2022: 7.18% to 7.20%)

³ in CHF; interest rate between 1.00% and 4.97% (2022: 1.00% to 3.58%)

⁴ in CHF; interest rate between 0.77% and 5.07% (2022: 0.77% to 3.78%)

9. Other short-term liabilities

CHF millions	31.12.2023	31.12.2022
Prepaid recycling fee	4.5	5.3
Advance payments from customers	1.4	2.6
Liabilities to employees	7.2	6.8
Other short-term liabilities	13.8	11.2
Total	26.9	25.9

10. Accrued expenses and deferred income

CHF millions	31.12.2023	31.12.2022
Ongoing income taxes liabilities	7.7	5.6
Accruals for personnel	12.9	13.2
Other accrued expenses and deferred income	13.5	13.0
Total	34.1	31.8

11. Provisions

CHF millions

	Service an- niversaries	Pension li- ability	Deferred tax liabilities	Other	Total
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
As per 1.1.2023	5.3	12.3	15.3	6.1	39.0
Reclassifications	–	–	–	–	–
Additions	0.7	1.7	0.4	4.9	7.7
Releases	– 0.1	– 0.8	0.3	– 0.7	– 1.3
Utilisations	– 0.1	– 1.8	–	– 6.1	– 8.0
Foreign exchange differences	– 0.3	– 0.7	– 0.8	– 0.2	– 2.0
As per 31.12.2023	5.5	10.7	15.2	4.0	35.4
Of which short-term	0.8	–	–	4.0	4.8
Of which long-term	4.7	10.7	15.2	–	30.6

Deferred tax liabilities: details see [here](#).

Service anniversaries: provisions are formed in respect of remuneration for long service to the company as defined in the Employment Regulations. These provisions, which takes account of country-specific corrective factors for the staff turnover, were discounted at rates from 1% to 19% (2022: 0% to 13%) as per the balance sheet date.

12. Share capital

The share capital is structured as follows:

CHF millions	31.12.2023	31.12.2022
13 774 000 registered shares A (2022: 13 774 000) nominal value CHF 1.00 (2022: CHF 1.00) (issued and paid in full)	13.8	13.8
30 250 000 registered shares B (2022: 30 250 000) nominal value CHF 0.20 (2022: CHF 0.20) (issued and paid in full)	6.0	6.0
Total	19.8	19.8

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 39.10 (2022: CHF 36.10) total capitalisation is CHF 775.1 million (2022: CHF 715.6 million). Each registered share has one voting right.

Major shareholders with > 3% of voting rights

	31.12.2023	31.12.2022
Cornaz shareholder group according to latest SIX notification	71.6%	71.6%

One shareholders' agreement exists between the shareholders of Cornaz AG-Holding, and 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 "Speciality glass" segment only comprises trade revenue in Switzerland (Müller + Krempel Ltd). Until the end of 2022, the net sales was shown broken down by country. The change in the presentation of segment reporting for 2023 was made to correspond to the segments reporting at corporate management level.

Net sales by supplying country

CHF millions

	Change	2023	2022
Glass packaging			
– Switzerland, Austria	1.5%	338.5	333.5
– Czech Republic, Slovakia	– 3.5%	160.5	166.3
– Croatia	11.4%	186.4	167.3
– Ukraine, Republic of Moldova	– 6.2%	84.0	89.6
– Italy	– 9.6%	116.1	128.5
Speciality glass (Switzerland)	– 6.3%	13.3	14.2
Total	– 0.1%	898.8	899.4

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

14. Other operating income

CHF millions

	2023	2022
Material and energy sales	4.7	5.8
Ancillary services	0.7	1.5
Real estate management income	0.6	0.6
Internally produced additions to plant and equipment	3.3	1.8
Supplier commissions	0.5	0.5
Allocations of disposal fees	1.8	2.2
Income from subsidies	6.2	9.4
Other income	6.3	3.9
Total	24.1	25.7

15. Material expenses

CHF millions

	2023	2022
Raw materials	134.7	121.0
Merchandise	12.6	14.6
Total	147.3	135.6

16. Personnel expenses

CHF millions	2023	2022
Wages and salaries	144.6	133.4
Social benefits	39.0	38.1
Other personnel expenses	7.3	6.1
Total	190.9	177.6

17. Other operating expenses

CHF millions	2023	2022
Maintenance, repairs and mould costs	49.5	42.9
Packaging and transport costs	80.6	95.1
Other administrative and operating expenses	86.9	79.6
Total	217.0	217.6

18. Financial result

CHF millions	2023	2022
Interest income	1.0	0.5
Interest expenses	- 8.9	- 4.4
Currency exchange gains	13.9	23.9
Currency exchange losses	- 17.0	- 27.7
Other financial income	0.1	-
Total	- 10.9	- 7.7

19. Non-operating result

CHF millions	2023	2022
Non-operating real estate income	2.6	2.8
Non-operating real estate expenses	- 1.2	- 1.1
Non-operating real estate depreciation/impairments	- 0.9	- 0.9
Other non-operating result	- 1.3	- 0.7
Total	- 0.8	0.1

20. Extraordinary result

For 2023, costs of CHF 1.5 million for clean-up and repair work at the Gostomel glass factory and impairments of fixed assets of the glass factory in Ukraine of CHF 0.1 million are included. In addition, value adjustments on receivables of CHF 0.7 million were released. Additionally income of CHF 0.4 million in connection with flat-rate tax credits is included (2022: CHF 0.0 million).

In 2022 this position included 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 repair work at the Gostomel glass factory were included.

21. Income taxes

CHF millions	2023	2022
Ongoing income taxes	18.5	9.9
Deferred income taxes	- 2.7	- 0.5
Total	15.8	9.4

Loss carryforwards amounted to CHF 57.7 million (2022: CHF 8.0 million) in total at the end of the reporting year. No loss carryforwards were included in the calculation of the deferred income tax assets (2022: CHF 0.0 million). The impact of unrecognised loss carryforwards on the tax on earnings was CHF 11.6 million in the reporting year (2022: CHF 3.9 million). No unrecognised loss carryforwards were utilised in the reporting period (2022: CHF 2.8 million). There was no impact in the reporting year on income taxes due to the use of unrecognised losses carried forward (2022: CHF -0.7 million). In the reporting year, as in the previous year, there was no impact due to the utilisation or expiry of loss carryforwards.

The country-specific tax rates that apply to the calculation of the deferred taxes on earnings range from 11.6% to 24.0% (2022: 11.6% to 25.0%). The weighted average tax rate to be applied based on the ordinary result is 16.5% (2022: 17.5%).

In December 2021, the OECD published the Pillar Two model rules to introduce a global minimum tax of 15% for multinational companies with consolidated revenues of more than EUR 750 million. Meanwhile, relevant elements of Pillar Two legislation have been substantively enacted in many jurisdictions in which Vetropack operates including Switzerland. Such legislation will be effective for Vetropack's financial year beginning on 1 January 2024. Due to uncertainties in the adjustment and implementation of local tax laws in the countries concerned, it is not yet possible to quantify the effects. Vetropack is monitoring the development of the Pillar Two rules and continually assesses the impact.

22. 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.

	2023	2022
Consolidated profit allocated to the shareholders of the Vetropack Group in CHF millions	63.3	40.7
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	3.19	2.05
Undiluted result per registered share B in CHF	0.64	0.41

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.

23. Investments in tangible assets

Investments by asset class

CHF millions	2023	2022
Real estate & buildings non-operating	4.9	0.1
Real estate & buildings operating	109.8	0.2
Furnaces, equipment, prod. facilities, moulds	211.0	8.5
Other tangible assets	4.2	1.5
Advance payments & assets under construction	- 94.8	183.8
Total	235.1	194.1

24. Off-balance-sheet transactions

CHF millions	31.12.2023	31.12.2022
Guarantees ¹	276.7	294.2
Off-balance-sheet leasing liabilities	5.8	2.0
Total	282.5	296.2

¹ of which CHF 37.0 million (2022: CHF 137.9 million) had not been used as a loan by the guarantee holder as of 31 December 2023

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	31.12.2023	31.12.2022
Maturity		
- 1 to 2 years	3.5	0.8
- 3 to 5 years	2.3	1.2
- > 5 years	-	-
Total	5.8	2.0

25. Pledged assets

Assets are used as collateral to secure bank credits and mortgages at the following book values:

CHF millions	31.12.2023	31.12.2022
Accounts receivable	12.6	27.1
Inventories	-	6.9
Real estate	16.5	56.1
Total	29.1	90.1

26. Derivative financial instruments

As at 31 December 2023, Vetropack Holding Ltd has currency swaps in the amount of EUR 61.1 million (CHF 56.6 million) (2022: EUR 64.0 million, CHF 63.0 million) with a negative market value of CHF 1.1 million (2022: CHF 0.1 million).

27. Transactions with related parties

CHF millions	31.12.2023	31.12.2022
Pension funds		
Accounts receivable	-	-
Accounts payable	-	0.1
Interest expenses	-	-
Associated companies		
Accounts receivable	-	-
Accounts payable	0.7	0.9
Capitalised services	-	-
Service income	-	-
Equity valuation income	-	-
Glass cullet purchasing expenses	- 4.2	- 4.4
Maintenance and repair expenses	-	-
Other service expenses	-	-
Equity valuation expenses	-	-
Other closely associated persons		
Accounts receivable	-	-
Accounts payable	-	-
Investments in tangible assets	-	-
Distribution income	-	-
Service income	-	-
Packaging material expenses	-	-
Distribution expenses	-	-
Service expenses	-	- 0.1
Interest expenses	-	-
Proceeds from 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.

28. Employee pension provision

Various employee pension schemes based on the statutory regulations of their respective countries, are in place within the Group. In Switzerland, these are defined contribution plans 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 institutions

CHF millions	2023	2022
Nominal value 31.12.	12.4	12.4
Utilisation waiver 31.12.	–	–
Other value adjustments 31.12.	–	–
Discounting effects 31.12.	– 0.7	– 0.5
Book value 31.12.	11.7	11.8

Assets and liabilities from pension institutions

CHF millions	Patronage pension institutions	Pension institutions without surplus / deficit	Pension institutions with surplus	Pension institutions without own assets	Total
Surplus / deficit cover 31.12.2023	10.8	–	39.6	–	50.4
Economic share of the entity 31.12.2022	–	–	–	– 9.7	– 9.7
Economic share of the entity 31.12.2023	–	–	–	– 8.2	– 8.2
Change 2023	–	–	–	– 1.5	– 1.5
Contributions concerning the current period ¹	0.2	–	2.6	1.3	4.1
Pension benefit expenses 2022	0.6	–	2.6	2.0	5.2
Pension benefit expenses 2023	0.2	–	2.6	– 0.2	2.6

¹ including changes from employer's contribution reserves

The values for pension funds of Swiss companies are based on the relevant 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	2023	2022
Key influential factors		
– Change in employer's contribution reserves	0.1	0.7
– Change in economic share of the entity	– 1.5	– 0.6
– Contributions concerning the current period	4.0	5.1
Total pension fund expenses	2.6	5.2

29. Goodwill

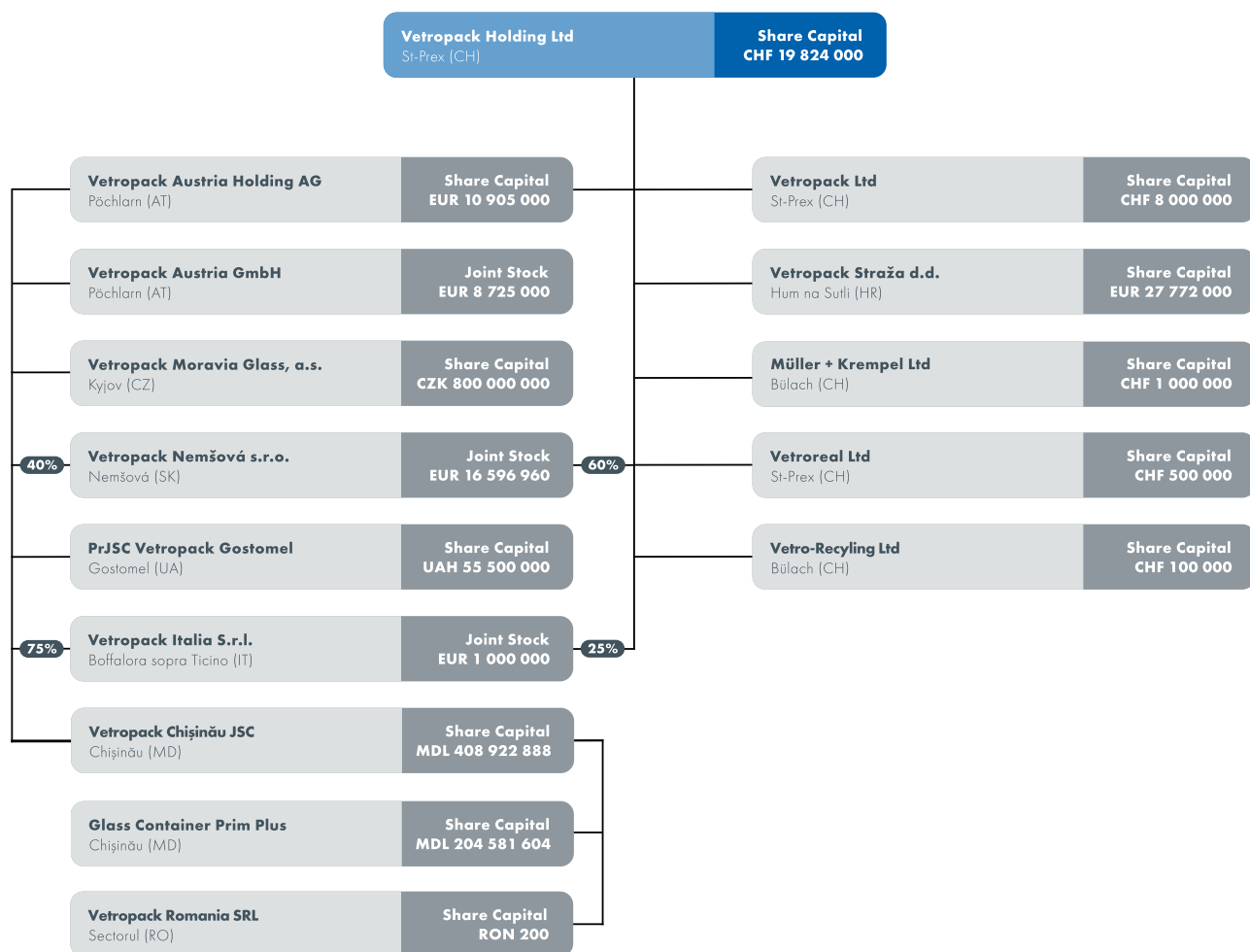
The goodwill of a purchased consolidated company is offset with equity at the date of acquisition. The theoretical amortisation of the goodwill is determined with a useful life of five years. A theoretical capitalisation of the goodwill would have the following impact on the consolidated financial statements:

CHF millions	2023	2022
Theoretical goodwill		
Gross book value as at 1.1.	44.8	44.8
Addition from acquisition	–	–
Gross book value as at 31.12.	44.8	44.8
Accumulated amortisation as at 1.1.	– 28.5	– 22.9
Amortisation	– 5.6	– 5.6
Accumulated amortisation as at 31.12.	– 34.1	– 28.5
Net book value as at 1.1.	16.3	21.9
Net book value as at 31.12.	10.7	16.3
Effect on balance sheet		
Shareholders' equity according to balance sheet	750.7	749.3
Theoretical capitalisation of net book value of goodwill	10.7	16.3
Theoretical shareholders' equity incl. net book value of goodwill	761.4	765.6
Effect on income statement		
Consolidated profit	63.3	40.7
Amortisation of goodwill	– 5.6	– 5.6
Theoretical consolidated profit incl. amortization of goodwill	57.7	35.1

30. Events after the balance sheet date

On 7 March 2024 Vetropack Group has announced that it will start a consultation process on the future of its production site in St-Prex. The consultation process has not been completed when the consolidated annual report was approved by the Board of Directors. Further information can be found in the corresponding [ad hoc announcement](#).

Ownership structure



Company participations

Company	Domicile	Currency	Share capital	Share ¹	Consolidation	Owner
Switzerland						
Vetropack Holding Ltd (VPH)	St-Prex	CHF	19 824 000		full	The public
Vetropack Ltd	St-Prex	CHF	8 000 000	100%	full	VPH
Vetro-Recycling Ltd	Bülach	CHF	100 000	100%	full	VPH
Müller + Krempel Ltd	Bülach	CHF	1 000 000	100%	full	VPH
Vetroreal Ltd	St-Prex	CHF	500 000	100%	full	VPH
Austria						
Vetropack Austria Holding AG (VAH)	Pöchlarn	EUR	10 905 000	100%	full	VPH
Vetropack Austria GmbH (VPA)	Pöchlarn	EUR	8 725 000	100%	full	VAH
Austria Glas Recycling GmbH	Wien	EUR	50 000	24.5%	equity	VPA
PTP Pro Glas GmbH	Wien	EUR	35 000	50%	equity	VPA
Czech Republic						
Vetropack Moravia Glass, a.s.	Kyjov	CZK	800 000 000	100%	full	VAH
Croatia						
Vetropack Straža d.d.	Hum na Sutli	EUR ²	27 772 000	100%	full	VPH
Slovakia						
Vetropack Nemšová s.r.o.	Nemšová	EUR	16 596 960	60%/40% ¹	full	VPH/VAH
Ukraine						
PrJSC Vetropack Gostomel	Gostomel	UAH	55 500 000	100%	full	VAH
Italy						
Vetropack Italia S.r.l.	Boffalora sopra Ticino	EUR	1 000 000	25%/75% ¹	full	VPH/VAH
Republic of Moldova						
Vetropack Chişinău JSC (VPC)	Chişinău	MDL	408 922 888	100%	full	VAH
Glass Container Prim Plus	Chişinău	MDL	204 581 604	100%	full	VPC
Romania						
Vetropack Romania SRL	Bucuresti	RON	200	100%	full	VPC

¹ capital shares and voting rights are identical; held indirectly via Vetropack Austria Holding AG

² In Croatia the local currency was changed from HRK to EUR. The share capital was adjusted from HRK 208 290 000 to EUR 27 772 000.

There were no other changes in company participations compared with 31 December 2022.

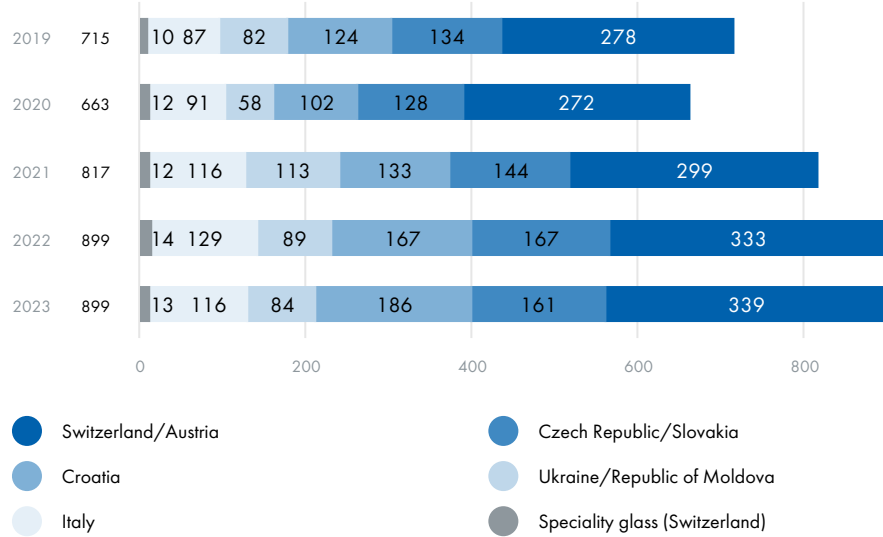
As per 31 Dezember 2023

Five-year overview

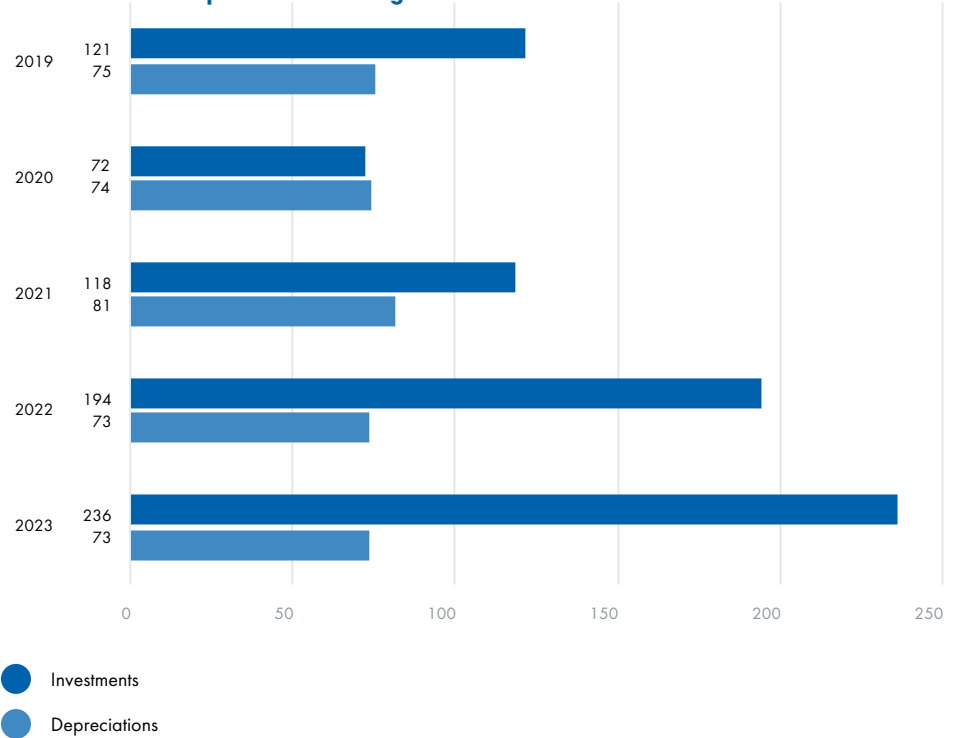
		2023	2022	2021	2020	2019
Consolidated income statement						
Net sales from goods and services	CHF millions	898.8	899.4	816.5	662.6	714.9
Change net sales from previous year	%	- 0.1	10.2	23.2	- 7.3	3.5
Operating cash flow before change of net working capital	CHF millions	130.1	142.2	154.1	141.2	153.3
Cash flow as % of net sales	%	14.5	15.8	18.9	21.3	21.4
Depreciation/Impairments on tangible assets ¹	CHF millions	74.1	73.5	82.2	74.3	75.7
Income taxes	CHF millions	15.8	9.4	12.1	8.5	14.2
Consolidated profit	CHF millions	63.3	40.7	63.8	81.2	72.4
Consolidated balance sheet as per 31.12.						
Investments in tangible assets	CHF millions	235.6	194.1	118.2	71.6	121.1
Total assets	CHF millions	1 263.8	1 234.5	1 047.8	991.5	949.2
Short-term assets	CHF millions	461.5	552.3	432.3	395.3	365.0
Long-term assets	CHF millions	802.3	682.2	615.5	596.2	584.2
Liabilities	CHF millions	513.1	485.2	273.3	227.9	200.8
Shareholders' equity	CHF millions	750.7	749.3	774.5	763.6	748.4
Equity ratio	%	59.4	60.7	73.9	77.0	78.7

¹ including depreciation on non-operating buildings

Consolidated net sales 2019 – 2023 in CHF millions



Investments and depreciations of tangible assets 2019 – 2023 in CHF millions



Financial report

Vetropack

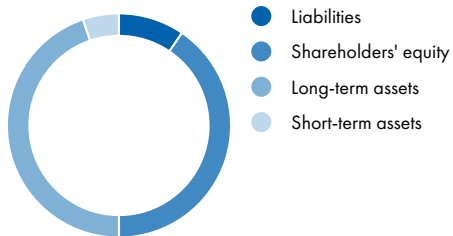
Holding Ltd

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Vetropack Holding Ltd

Total assets 31.12.2023

CHF millions



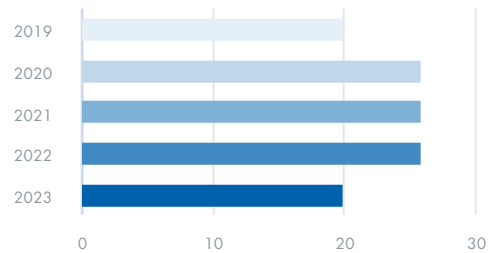
601.3

Change compared to the previous year

+11.1%

Dividend 2019-2023

CHF millions



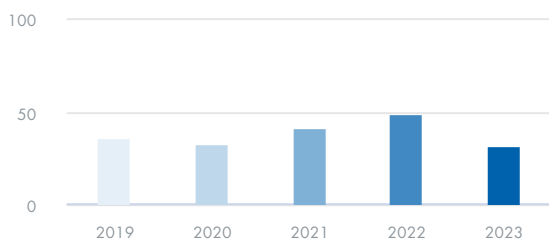
19.8

Change compared to the previous year

-23.3%

Distribution ratio 2019 - 2023

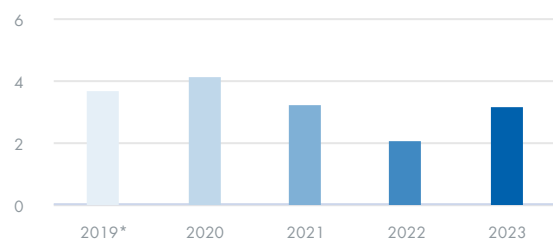
in %



31.3

Earnings per share

in CHF



*) nach Aktiensplit 1:50

3.19

Change compared to the previous year

+55.4%

Balance sheet

CHF millions	Note	31.12.2023	31.12.2022
ASSETS			
Short-term assets			
Liquid funds		27.3	101.2
Accounts receivable from third parties		0.3	0.2
Accounts receivable from group companies		14.3	11.0
Other short-term receivables from third parties		0.3	0.3
Other short-term receivables from group companies		17.3	2.7
Prepaid expenses and accrued income		3.2	2.1
Subtotal short-term assets		62.7	117.5
Long-term assets			
Loans to group companies ¹		366.7	300.2
Participations	3	169.2	120.2
Tangible assets		0.5	0.6
Intangible assets		2.2	2.7
Subtotal long-term assets		538.6	423.7
Total assets		601.3	541.2
LIABILITIES			
Liabilities			
– Accounts payable to third		2.4	2.0
– Accounts payable to group companies		3.0	2.5
Accounts payable		5.4	4.5
Short-term interest-bearing financial debts		101.9	68.1
Other short-term liabilities	4	–	0.1
Accrued expenses, deferred income and short-term provisions		3.4	3.0
Subtotal short-term liabilities		110.7	75.7
– Long-term financial debts to group companies		3.0	3.0
– Long-term provisions		0.7	0.7
Subtotal long-term liabilities		3.7	3.7
Total liabilities		114.4	79.4
Shareholders' equity			
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		374.4	364.4
– Retained earnings brought forward from previous year		18.9	17.2
– Annual profit		44.9	31.5
Accumulated profits		63.8	48.7
Subtotal shareholders' equity		486.9	461.8
Total liabilities		601.3	541.2

¹ of which CHF 30.0 million are subordinated (2022: CHF 30.0 million)

[Financial report Vetropack Holding Ltd](#)

Income statement

CHF millions	Note	2023	2022
Dividend income		39.4	31.0
Income generated from licenses		13.9	12.8
Management fees		14.4	12.1
Other income		23.1	18.7
Total income		90.8	74.6
Personnel expenses		- 16.4	- 16.4
- Administrative expenses		- 22.2	- 17.3
- Promotional expenses		- 1.9	- 1.2
- various operating expenses		- 2.8	- 2.6
Other operating expenses		- 26.9	- 21.1
Depreciation		- 0.1	- 0.1
Amortisation		- 1.4	- 1.7
Operating result (EBIT)		46.0	35.3
Interest expenses		- 0.1	-
Currency exchange losses		- 10.6	- 15.4
Total financial expenses		- 10.7	- 15.4
Interest income		6.0	1.8
Currency exchange gains		4.1	10.3
Total financial income		10.1	12.1
Ordinary result		45.4	32.0
Extraordinary result	6	-	- 0.3
Earnings relating to other periods	7	0.4	-
Annual profit before taxes		45.8	31.7
Income taxes		- 0.9	- 0.2
Annual profit		44.9	31.5

Notes

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. In 2023, contributions were made to the reserves at Vetropack Austria Holding AG in the amount of EUR 37.5 million (CHF 36.8 million) and at Vetropack Italia S.r.l. in the amount of EUR 12.5 million (CHF 12.2 million). Value adjustments to participations were neither formed nor released in the reporting year (2022: CHF 0.0 million).

4. Other short-term liabilities

Liabilities to pension funds amounted to CHF 0.0 million on the reporting date (2022: CHF 0.1 million).

5. Share capital

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

6. Extraordinary result

In the previous year, the extraordinary costs were related to the events in Ukraine.

7. Earnings relating to other periods

This item contains income of CHF 0.4 million in connection with flat-rate tax credits (2022: CHF 0.0 million).

8. Derivative financial instruments

As at 31 December 2023, Vetropack Holding Ltd has open currency swaps in the amount of EUR 61.1 million (CHF 56.6 million) (2022: EUR 64.0 million, CHF 63.0 million) with a negative market value of CHF 1.1 million (2022: CHF 0.1 million).

9. Total amount of securities provided for third-party liabilities

There are guarantees in favor of Vetropack AG, St-Prex, of CHF 2.7 million (2022: CHF 2.7 million), in favor of Vetropack Italia S.r.l., Trezzano, of EUR 5.7 million (CHF 5.3 million) (EUR 5.7 million, CHF 5.6 million) and Vetropack Austria Holding AG, Pöchlarn, for EUR 290.0 million (CHF 268.5 million) (2022: EUR 290.0 million, CHF 285.6 million), of which as of 31 December 2023 EUR 40.0 million (CHF 37.0 million) (31 December 2022: EUR 140.0 million, CHF 137.9 million) was not claimed as a loan by Vetropack Austria Holding AG.

10. 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.

11. 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.

12. Off balance sheet transactions

As of 31 December 2023 there were unrecognized leasing obligations in the amount of CHF 0.3 million (2022: CHF 0.3 million). CHF 0.2 million (2022: CHF 0.2 million) are due within 1 to 2 years and CHF 0.1 million (2022: CHF 0.1 million) are due within 3 to 5 years.

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	2023	2022
At disposal of the AGA		
Retained earnings brought forward from previous year	18.9	17.2
Annual profit	44.9	31.5
Accumulated profits	63.8	48.7
Total at the disposal of the AGA	63.8	48.7
Board of directors' proposal		
Accumulated profits	63.8	48.7
Allocation to the voluntary reserve	- 20.0	- 10.0
Dividend payment	- 19.8	- 19.8
Retained earnings brought forward	24.0	18.9

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 2 May 2024 to the paying agent known to us.

Five-year overview

	2023	2022	2021	2020	2019
Income statement and balance sheet (CHF millions)					
Total income	90.8	74.6	84.1	77.5	61.8
Annual profit	44.9	31.5	35.0	44.4	33.4
Total assets	601.3	541.2	508.5	484.1	457.6
Participations	169.2	120.2	120.2	120.2	116.5
Share capital	19.8	19.8	19.8	19.8	19.8
Shareholders' equity	486.9	461.8	456.1	446.9	428.1
Share details (CHF)					
Share prices					
– Registered share A high	48.00	58.90	64.90	65.10	62.40
– Registered share A low	35.10	27.90	53.00	39.60	38.00
Earnings per share					
	3.19	2.05	3.22	4.10	182.61
Dividends					
– Registered share A	¹ 1.00	1.00	1.30	1.30	65.00
– Registered share B	¹ 0.20	0.20	0.26	0.26	13.00
Distribution ratio in %					
	31.3	48.6	40.4	31.8	35.3

¹ motion for the AGA on 25 April 2024

Consolidated result and dividend 2019 – 2023 in CHF millions

