



## Europe Greece

Basic Resources - Nonferrous Metals

## Company Description

ElvalHalcor is a leading global industrial producer of aluminium and copper products. The Company was formed in December 2017 via the merger of ELVAL and HALCOR. ElvalHalcor currently holds a leading position in Europe in the copper tubes sector, while also having established its leading position within the global aluminum rolling industry. The Company has over 80 years of experience and know-how, a strong production base across 17 state-of-the-art production plants and a market presence in over 100 countries. ElvalHalcor offers sustainable solutions and products in dynamically developing markets such as packaging, transportation, building and construction, heating, cooling and air conditioning and RES. ElvalHalcor's growth focuses on investing in technology and sustainable development, thereby creating value for its stakeholders.

## Share Data

Price (€)	€ 1.980 (14/09/2020)
# of shares	375,241,586
Capitalization (mil.€)	€ 744
% change since 31/12/2020	+16.5%
52 wks high (€)	€ 2.59
52 wks low (€)	€ 1.29
REUTERS	ELHA:AT
BLOOMBERG	ELHA:GA

## Shareholders Structure

Free Float  
15.22%

VIOHALCO  
84.78%



## IR RELEASE H1'21

### Results H1

(M €)	Consolidated		
	2021	2020	Δ (%)
<b>Turnover</b>	1,343.9	998.8	35%
<b>Gross Profit</b>	130.7	58.6	123%
<b>a-EBITDA</b>	85.2	67.9	26%
<b>EBITDA</b>	122.8	52.1	136%
<b>EBIT</b>	89.0	21.3	317%
<b>EBT</b>	97.9	8.9	1003%
<b>Profit after tax</b>	85.8	7.8	999%
<b>Profit after tax &amp; non-controlling interests</b>	83.6	7.6	
<b>Margin</b>			
<b>Gross Profit</b>	9.7%	5.9%	
<b>a-EBITDA</b>	6.3%	6.6%	
<b>EBITDA</b>	9.1%	5.2%	

## H1 '21 Results

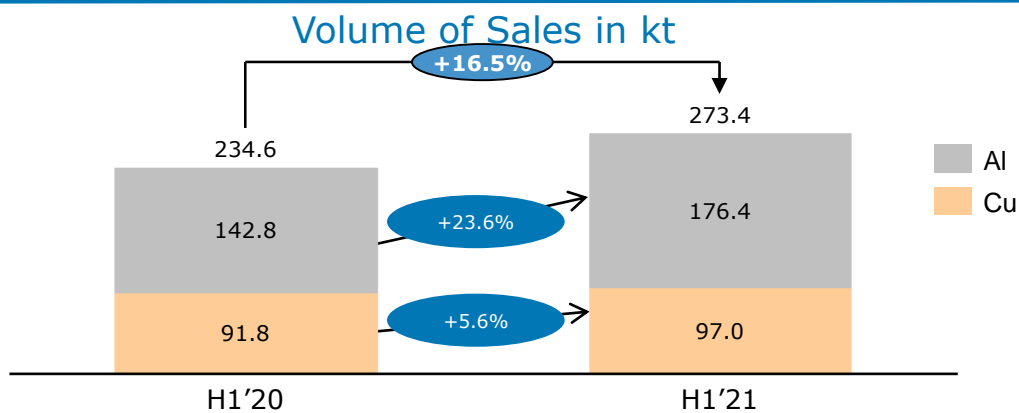
2021 started dynamically for ElvalHalcor, following on from a strong last quarter of 2020, with recovery in demand across most sectors, and in some cases surpassing pre-pandemic levels. The recovery of the building and construction as well as the automotive and transportation industry, which had lagged during the previous year, adversely affecting the aluminium segment, was especially strong. As a result, sales volumes grew by 16.5%, driven primarily by aluminium, followed by copper and copper alloys rolled products.

Market optimism and increased demand led to a rapid increase in metal prices in the LME, with the average price of copper amounting to EUR/t 7,544 (51.2% higher versus H120) and the average price of aluminium amounting to EUR/t 1,864 (up by 28.8% compared to H120). The combination of increased volumes and metal prices resulted in sales revenue of EUR 1,343.9 million for H121, increased by 34.6% versus the same period the previous year (sales revenue of EUR 998.8 million for H120).

The increase in sales volumes and the positive impact of the increased consumption of scrap partly offset the negative pressure from an increase in the price of natural gas. Consequently, ElvalHalcor's adjusted consolidated earnings before taxes, interest, depreciation and amortisation, metal result, and other incidental costs (a-EBITDA), which are a more accurate reflection of operational profitability, rose by 25.5%, reaching EUR 85.2 million versus EUR 67.9 million for the respective prior-year period.

The uptrend in metal prices positively impacted the accounting results from metal, which reached a profit of EUR 41.4 million for H121 versus a loss of EUR 12.7 million for H120. Supported by the positive metal result, gross profit increased to EUR 130.7 million versus EUR 58.6 million for the first six months of 2020. Furthermore, it is also worth noting that safeguarding of the Company's personnel and stakeholders from the effects of the pandemic continued throughout the period, with EUR 2.3 million of expenses included in the consolidated results versus EUR 1.7 million for H120. The consolidated profit before tax, interest, depreciation, and amortisation (EBITDA) amounted to EUR 122.8 million versus EUR 52.1 for the respective period of 2020.

Finally, profit after tax amounted to EUR 85.8 million versus a profit of EUR 7.8 million for H120, with profit after tax and non-controlling interest reaching EUR 83.6 million for H121 or EUR 0.2227 per share from EUR 7.6 million for H120 or EUR 0.0202 per share.



## Results per Segment H1'21

### ALUMINIUM

During H121, the aluminium segment achieved an increase in the volume of sales by 23.6%, whereas sales revenue amounted to EUR 604.5 million, increased by 27.1%. The segment was positively affected by the recovery of the automotive and transportation and the building and construction industries, managing to take advantage of the gradually increasing production capacity by the integration of the new hot rolling mill in the production. Earnings before taxes amounted to EUR 37.1 million versus EUR 10 million, for the respective previous year period, while the a-EBITDA amounted to a profit of EUR 56.2 million in H121 versus EUR 40.0 million for the respective prior year period.

In regards to the investment programme, after the operation of the new hot rolling mill, the second phase of the planned investments has started, with the amount of EUR 47 million invested in PPE, out of which EUR 35.5 million were dedicated to the production facilities of the aluminium rolling facilities of the parent Company in Oinofyta, Greece.

### COPPER

At the end of the first six months of 2021, the copper segment marked an increase in sales volumes by 5.6%, with the uptrend fuelled by the almost double-digit growth of sales volumes of copper and copper alloy rolled products, as well as the full recovery of the copper alloy extrusion products, which surpassed the pre-pandemic sales volumes. Boosted by the increased copper prices in the international markets, sales revenue amounted to EUR 739.4 million, marking an increase of 41.3%. Profit before tax amounted to a profit of EUR 60.8 million versus a loss of EUR 1.0 million in the respective H120, also affected by the positive metal result, while a-EBITDA improved and reached EUR 29 million in the H121 versus EUR 27.8 million in the respective previous year period.

In regards to investments for H121, EUR 8.9 million were invested for the completion of the investment programmes, out of which amount of EUR 4.1 million was directed to production facilities of the parent Company in Oinofyta, while EUR 2.7 million were invested by the subsidiary Sofia Med for the implementation of upgrades in order to increase the range of offered rolling products.

ALUMINIUM	For the 6 months ending on	
	30.06	
(€'000)	2021	2020
<b>Revenue</b>	604,473	475,545
<b>EBITDA</b>	66,947	35,154
<b>a-EBITDA</b>	56,239	40,009
<b>EBIT</b>	44,358	15,056
<b>Profit before Taxes</b>	37,103	9,887

COPPER	For the 6 months ending on	
	30.06	
(€'000)	2021	2020
<b>Revenue</b>	739,443	523,224
<b>EBITDA</b>	55,828	16,931
<b>a-EBITDA</b>	29,002	27,842
<b>EBIT</b>	44,617	6,286
<b>Profit before Taxes</b>	60,771	(1,010)