Group Interim Report as at **30 June 2020**

eventim

KEY GROUP FIGURES

	01.01.2020 - 30.06.2020	01.01.2019 - 30.06.2019	Change
	[EUR'000]	[EUR'000]	[in %]
Revenue	198,473	696,563	-71.5
EBITDA	-3,495	109,899	-103.2
EBITDA margin	-1.8%	15.8%	-17.5 pp
EBIT	-31,351	83,165	-137.7
EBIT margin	-15.8%	11.9%	-27.7 pp
Normalised EBITDA	-2,703	111,778	-102.4
Normalised EBITDA margin	*-1.4%*	*16.0%*	*-17.4 pp*
Normalised EBIT before amortisation from purchase price allocation	-23,368	90,448	-125.8
Normalised EBIT margin before amortisation from purchase price allocation	*-11.8%*	*13.0%*	*-24.8 pp*
Non-recurring items [1]	792	1,879	-57.9
Amortisation resulting from purchase price allocation	7,191	5,404	33.1
Earnings before taxes (EBT)	-57,592	82,517	-169.8
Net result attributable to shareholders	-40,316	48,237	-183.6
	[EUR]	[EUR]	
Earnings per share [2], undiluted (= diluted)	-0.42	0.50	
	[Qty.]	[Qty.]	
Internet ticket volume (in million)	11.5	23.7	
Number of employees [3]	2,735	2,913	
Of which temporary	(296)	(510)	

[1] Detailed description of non-recurring items on page 9
[2] Number of shares: 96 million
[3] Number of employees at end of period (active workforce)

eventim

CTS EVENTIM ACHIEVES BALANCED EBITDA IN THE FIRST HALF YEAR OF 2020, IN THE MIDST OF THE CORONA CRISIS AND THANKS TO COST-CUTTING AND EFFICIENCY-BOOSTING MEASURES

- Coronavirus crisis causes Group revenue to fall by 71.5% to EUR 198.5 million in the first six months
- Measures to minimise costs and boost efficiency save a double-digit million figure
- Normalised EBITDA at EUR -2.7 million
- Cash and cash equivalents increased to around EUR 820 million
- Excellent market position expected after end of restrictions
- Interest in live entertainment remains strong
- No forecast for 2020 as yet

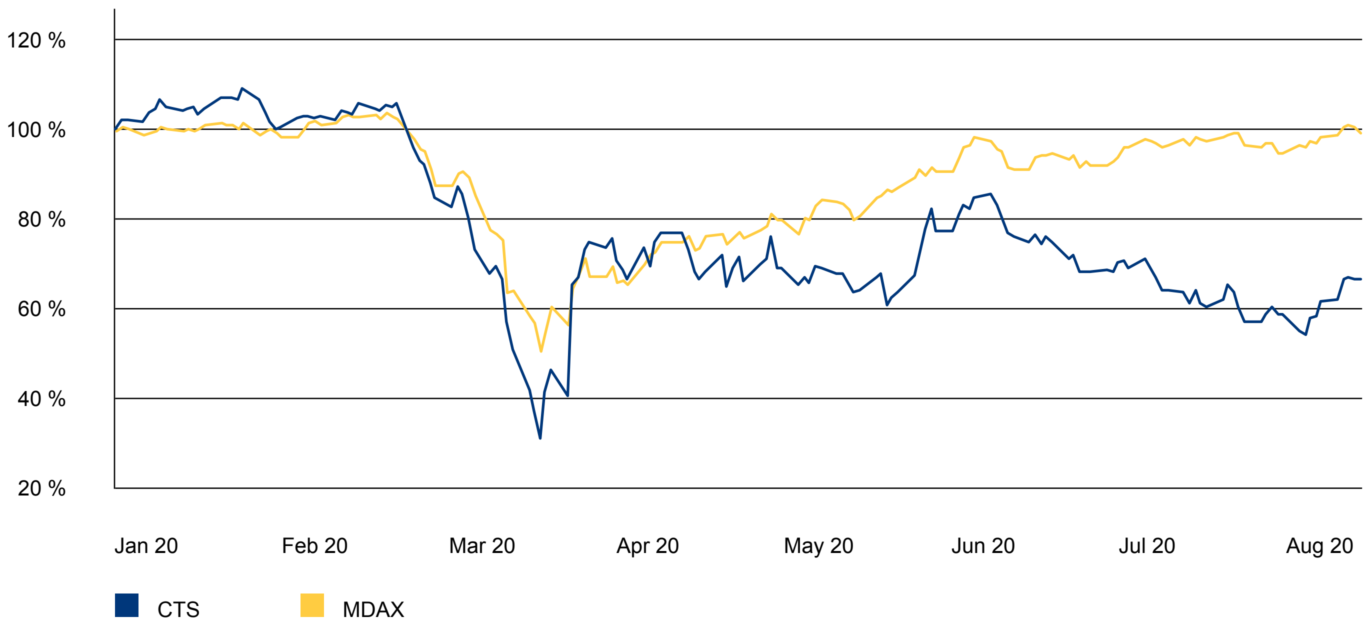
CONTENT

1. CTS EVENTIM SHARES

Over the course of the COVID-19 pandemic, the global capital markets reached higher volatility levels in the first half of 2020 than during the financial crisis in 2008/2009. A high degree of uncertainty about the course of the pandemic and its effects on individual economic entities put the markets under severe pressure at the end of the first quarter and the beginning of the second quarter of 2020. As a consequence, in mid-March 2020, the MDAX had lost all of its value growth since August 2016. Consistent measures to contain the further spread of the coronavirus as well as targeted government intervention to mitigate the economic impact of the pandemic gave the markets a boost in the second quarter of 2020.

As the global event industry is particularly affected by lockdown measures and general bans on gatherings caused by the pandemic, CTS EVENTIM shares were unable to follow the market trend, especially in the second quarter of 2020. As at the reporting date, the value of the CTS EVENTIM shares was 31% lower than it was at the start of the year, whereas the MDAX was only 6% lower than it was at the start of the year.

CTS EVENTIM SHARES (01.01.2020 – 14.08.2020, INDEXED)



2. INTERIM GROUP MANAGEMENT REPORT

1. GROUP OVERVIEW

The CTS Group achieved an almost balanced normalised EBITDA in the first half of 2020, in the midst of the coronavirus pandemic and thanks to rigorous measures to minimise costs and boost efficiency. In the first six months, Group revenue fell year-on-year by 71.5% to EUR 198.5 million (previous year: EUR 696.6 million). Normalised EBITDA came in at EUR -2.7 million (previous year: EUR 111.8 million). In spring 2020, bans and conditions imposed by government authorities largely put a stop to live entertainment in Germany and on all international markets. Major events in most countries are currently not permitted until the end of September respectively end of October 2020.

In the second quarter of 2020, Group revenue was 96.6% lower year-on-year, at EUR 13.9 million (previous year: EUR 413.9 million). Normalised EBITDA figure came in at EUR -16.2 million (previous year: EUR 54.7 million).

Measures to reduce costs and boost efficiency were implemented immediately, thus saving the Group a double-digit million Euro figure. Investments were also reduced to a minimum. To provide greater scope for response, the Annual Shareholders' Meeting held in June resolved not to distribute a dividend for 2019. An existing credit line was also drawn down. As at 30 June 2020, cash and cash equivalents totalled around EUR 820 million. In key European markets, in addition, the CTS Group is working on the implementation of promoter voucher schemes, backed by law, thus ensuring that liquidity remains safeguarded.

Klaus-Peter Schulenberg, CEO of CTS EVENTIM, commented on current trends by saying, 'Even though we are currently experiencing the most difficult phase ever in our corporate history as a result of the corona pandemic, we are looking confidently to the future. Crises are above all an opportunity for a company to show its strengths. Thanks to prudent management in the past, to the solid cash flow situation we have as a result, to rigorous cost-cutting and efficiency-boosting measures, to our forward-looking technologies and thanks, last but not least, to our highly motivated employees, we are well placed to face a difficult market environment as it is at present. We will emerge from the crisis stronger and more agile.' He added, 'It's a hopeful sign that events with several hundred visitors are now taking place again. Our LANXESS arena in Cologne was a forerunner in that respect and concerts with a total capacity of up to 5,000 people are planned as tests for this coming September in our Waldbühne arena in Berlin, with an appropriate hygiene concept. We know that enthusiasm for live events is unbroken, despite corona.'

According to a recent survey of CTS EVENTIM customers, 75% of the respondents want to go to live events again within four months of the corona restrictions being lifted. The voucher solution provided by law is welcomed by more than 80% of those taking part in the survey. More than 85% want to redeem the vouchers for an event other than the one originally planned. In the survey, more than 90% of the respondents said that they were missing live entertainment and concerts.

In the **Ticketing** segment, compared to the first half of 2019, revenue in the first six months of the year fell by 55.8% to EUR 88.4 million (previous year: EUR 200.2 million). Normalised EBITDA fell year-on-year from EUR 74.4 million to EUR -1.3 million. In the second quarter of 2020, revenue fell by 90.2% from EUR 95.8 million to EUR 9.4 million, while normalised EBITDA came in at EUR -18.2 million (previous year: EUR 32.5 million).

In the **Live Entertainment** segment, revenue fell in the first half of the year by 77.2% to EUR 114.9 million (previous year: EUR 504.5 million). Normalised EBITDA came in at EUR -1.4 million (previous year: EUR 37.4 million). This includes EUR 42.4 million in income from insurance compensations. In the second quarter of 2020, revenue fell 98.0% from EUR 322.3 million to EUR 6.3 million. Normalised EBITDA was EUR 1.9 million (previous year: EUR 22.2 million).

OTHER BUSINESS DEVELOPMENTS

In early January 2020, CTS Group acquired 71% of the shares in Vienna-based Barracuda Holding GmbH, the Austrian concert promoter, including its subsidiaries. The CTS Group thus enlarged its Europe-wide portfolio of live events to include some of Austria's most popular concerts and festivals.

Following the scandal surrounding the Austrian Commerzialbank Mattersburg im Burgenland AG, CTS KGaA implemented a comprehensive financing plan in July to protect the business operations of Barracuda, its subsidiary. Austria's biggest tour and concert promoter holds EUR 34.3 million of deposits with the bank, which was prohibited in mid-July by the Austrian Financial Market Authority from continuing its business operations, with the result that the Barracuda Group is currently unable to access those deposits.

In January, the CTS Group acquired 60% of the shares in Gadget Entertainment AG in Switzerland, as well as 60% of the wepromote Entertainment Group Switzerland AG in that connection. The Group was thus undergoing a major expansion of its activities in Switzerland and is now reorganising its live events business in that country. In the same month, the Group also concluded a long-term agreement for collaboration in the Live Entertainment segment with O2, the core brand of Telefónica Deutschland.

In February, the CTS Group also entered into an equal partnership with Michael Cohl, the US promoter, with the aim of jointly acquiring artists for international tours.

2. EARNINGS PERFORMANCE, FINANCIAL POSITION AND CASH FLOW

EARNINGS PERFORMANCE

	01.01.2020 - 30.06.2020	01.01.2019 - 30.06.2019	Change	
	[EUR'000]	[EUR'000]	[EUR'000]	[in %]
Revenue	**198,473**	**696,563**	**-498,089**	**-71.5**
Gross profit	**7,163**	**170,270**	**-163,107**	**-95.8**
EBITDA	**-3,495**	**109,899**	**-113,394**	**-103.2**
Depreciation and amortisation	**-27,856**	**-26,734**	**-1,122**	**4.2**
EBIT	**-31,351**	**83,165**	**-114,516**	**-137.7**
Financial result	-26,241	-648	-25,594	3.952.2
Earnings before taxes (EBT)	**-57,592**	**82,517**	**-140,110**	**-169.8**
Taxes	5,889	-29,945	35,834	-119.7
Net result attributable to shareholders	**-40,316**	**48,237**	**-88,553**	**-183.6**
Net result attributable to non-controlling interests	-11,388	4,335	-15,723	-362.7
EBITDA	**-3,495**	**109,899**	**-113,394**	**-103.2**
Non-recurring items	792	1,879	-1,087	-57.9
Normalised EBITDA	**-2,703**	**111,778**	**-114,481**	**-102.4**
Depreciation and amortisation	-27,856	-26,734	-1,122	4.2
thereof amortisation from purchase price allocation	7,191	5,404	1,787	33.1
Normalised EBIT before amortisation from purchase price allocation	**-23,368**	**90,448**	**-113,816**	**-125.8**

REVENUE PERFORMANCE

The decline in revenue in the **Ticketing segment** by -55.8% to EUR 88,416 thousand was characterised by lower presales of events due to the COVID-19 pandemic. The internet ticket volume decreased by 12.2 million from 23.7 million to 11.5 million (-51.3%). The share of revenue generated by foreign subsidiaries was at 42.9% (previous year: 44.3%).

In the **Live Entertainment segment**, revenue fell by -77.2% to EUR 114,920 thousand in the first half of the year, primarily due to the ongoing impact of the COVID-19 pandemic and the associated official bans and restrictions on events.

In the **CTS Group**, this resulted in an decrease in revenue in both segments by EUR 498,089 thousand (-71.5%) to EUR 198,473 thousand.

NON-RECURRING ITEMS

In the period under review CTS Group earnings were negatively impacted due to non-recurring items in the Ticketing segment amounting to EUR 292 thousand (previous year: EUR 1,479 thousand) primarily from legal and consulting fees in connection with the terminated contracts for the collection of the German infrastructure charge and in the Live Entertainment segment amounting to EUR 500 thousand (previous year: EUR 400 thousand) due to implemented and planned acquisitions (primarily legal and consulting fees for the performance of due diligence).

NORMALISED EBITDA / EBITDA

In the **Ticketing segment**, normalised EBITDA decreased by EUR 75,721 thousand (-101.8%) to EUR -1,333 thousand. Compared to the same period last year, earnings contributions from presales of events were missing due to the COVID-19 pandemic. Normalised EBITDA margin decreased to -1.5% (previous year: 37.2%). EBITDA decreased from EUR 72,909 thousand by EUR 74,534 thousand to EUR -1,625 thousand. The EBITDA margin is -1.8% (previous year: 36.4%).

Normalised EBITDA in the **Live Entertainment segment** fell by EUR 38,760 thousand (-103.7%) to EUR -1,370 thousand. The lack of earnings contributions from major events in the same period of the previous year and the cancellation and postponement of events in the reporting period due to the COVID-19 pandemic are offset by income of insurance compensations (EUR 42,354 thousand). The normalised EBITDA margin decreased to -1.2% (previous year: 7.4%). EBITDA decreased from EUR 36,990 thousand by EUR 38,860 thousand to EUR -1,870 thousand. EBITDA margin declined to -1.6% (previous year: 7.3%).

Normalised **CTS Group** EBITDA decreased by EUR 114,481 thousand or -102.4% to EUR -2,703 thousand. The normalised EBITDA margin was with -1.4% below the previous year's level with 16.0%. EBITDA decreased by EUR 113,394 thousand from EUR 109,899 thousand to EUR -3,495 thousand. The EBITDA margin is -1.8% (previous year: 15.8%).

FINANCIAL RESULT

The financial result changed by EUR -25,594 thousand, from EUR -648 thousand to EUR -26,241 thousand. It was negatively affected by the impairment loss of Barracuda Group deposits at Commerzialbank Mattersburg im Burgenland AG of EUR 21,212 thousand. Income from investments in associated companies decreased by EUR 6,841 thousand from EUR 2,398 thousand to EUR -4,443 thousand.

EARNINGS BEFORE TAX (EBT) / NET RESULT ATTRIBUTABLE TO SHAREHOLDERS / EARNINGS PER SHARE (EPS)

In the reporting period, EBT decreased from EUR 82,517 thousand by EUR 140,110 thousand to EUR -57,592 thousand.

After taxes on income and non-controlling interests, net result attributable to the shareholders of CTS KGaA amounted to EUR -40,316 thousand (previous year: EUR 48,237 thousand). EPS was below previous year's level at EUR -0.42 (previous year: EUR 0.50).

PERSONNEL

Compared to the previous year, personnel expenses in the CTS Group decreased by EUR 8,535 thousand from EUR 83,855 thousand to EUR 75,319 thousand. The decrease in personnel expenses relates to the Live Entertainment segment with EUR 1,129 thousand and the Ticketing segment with EUR 7,407 thousand. The decrease is mainly due to personnel cost savings and government grants in connection with the COVID-19 pandemic, which reduce personnel expenses.

On average in the first half year of 2020, the companies in the CTS Group had a total of 2,963 employees including part-time workers on their payroll (previous year: 3,005). Of that total, 1,644 are employed in the Ticketing segment (previous year: 1,689) and 1,319 in the Live Entertainment segment (previous year: 1,316).

FINANCIAL POSITION

CHANGES IN ASSETS

Cash and cash equivalents increased by EUR 31,510 thousand compared to the balance sheet date as at 31 December 2019. The change in cash and cash equivalents mainly comprises the use of a syndicated credit line (revolving credit facility), which was utilised in full in April 2020 to increase the CTS Group's financial flexibility during the COVID-19 pandemic. Furthermore, cash and cash equivalents increased thanks to advance payments received in the Live Entertainment segment, among other things due to the expansion of the scope of consolidation. On the other hand, cash and cash equivalents in the Ticketing segment decreased due to paid out ticket monies, payments for the acquisition of consolidated subsidiaries, negative net result due to the COVID-19 pandemic and impairment losses on deposits of the Barracuda Group.

In July 2020, the Financial Market Authority Austria (FMA) has prohibited Commerzialbank Mattersburg im Burgenland AG from continuing its entire business operations on suspicion of balance sheet fraud and misappropriation of customer deposits. As a result, the Barracuda Group currently has no access to the existing deposits of EUR 34.3 million as at 30 June 2020, so that these deposits were completely written off.

Cash and cash equivalents include ticket monies from presales for events in subsequent quarters (ticket monies not yet invoiced primarily in the Ticketing segment), which are reported under other financial liabilities (EUR 284,553 thousand; 31.12.2019: EUR 429,052 thousand). Other financial assets also include receivables relating to ticket monies from presales mainly in the Ticketing segment (EUR 18,700 thousand; 31.12.2019: EUR 83,993 thousand) and factoring receivables from ticket money (EUR 1,400 thousand; 31.12.2019: EUR 30,201 thousand).

The decrease in current **trade receivables** (EUR -39,807 thousand) mainly results from operating activities.

The increase in **payments on account** (EUR +27,894 thousand) relates to already paid production costs (e.g. artist fees) for future events in the Live Entertainment segment amongst others due to the increase in the scope of consolidation.

The decline in current **other financial assets** (EUR -87,201 thousand) mainly results from the decrease in receivables relating to ticket revenue from presales (EUR -65,294 thousand) and factoring receivables (EUR -28,801 thousand) mainly in the Ticketing segment.

The increase in current **other non-financial assets** (EUR +17,547 thousand) is mainly due to the acquistion of individual assets in the Live Entertainment segment, which are connected with the transaction with the US promoter Michael Cohl and will be dissolved over the agreed contract period, and due to VAT receivables.

The increase in **goodwill** (EUR +22,180 thousand) results from the expansion of the scope of consolidation due to acquisitions in Austria and Switzerland in the Live Entertainment segment as well as currency translation effects in Swiss francs as at the closing date of 30 June 2020, mainly in the Ticketing segment.

The increase in **investments in associates accounted for at equity** (EUR +16,248 thousand) is primarily due to the conversion of loan receivables into capital reserve at autoTicket GmbH, Berlin (operating company for the collection of the Germany infrastructure charge 'car toll').

Non-current **other financial assets** (EUR -10,242 thousand) mainly decreased due to the conversion of loan receivables into capital reserves at autoTicket GmbH, Berlin.

The increase in non-current **other non-financial assets** (EUR +13,390 thousand) is mainly the result from the acquisition of individual assets related to the transaction with US promoter Michael Cohl.

Deferred tax assets (EUR +9,864 thousand) mainly increased as a result of deferred taxes on losses carried forward in the Live Entertainment segment.

CHANGES ON THE EQUITY AND LIABILITY SIDE

The increase in **current liabilities** (EUR +12,541 thousand) is mainly the result of higher current financial liabilities (EUR +173,640 thousand) and advance payments received (EUR +56,284 thousand) in the Live Entertainment segment. This is offset by lower trade payables (EUR -43,080 thousand), tax debts (EUR -25,299 thousand) and liabilities from ticket monies not yet invoiced in the Ticketing segment (EUR -142,991 thousand).

Current **financial liabilities** (EUR +173,640 thousand) increased due to the syndicated credit line (Revolving Credit Facility), which was utilised in April 2020 in the amount of EUR 200 million to increase the CTS Group's financial flexibility during the COVID-19 pandemic. The utilisation has an agreed term of 12 months. The syndicated credit line is subject to 'financial covenants' (equity ratio and adjusted net debt). The consequence of the COVID-19 pandemic and the associated almost Europe-wide ban on major events (e.g. in Germany currently until 31 October 2020) is that it is highly probable that the debt covenant cannot be complied with as of the reporting date 31 December 2020. For this reason, the Executive Board applied to the lending banks in June 2020 for the suspension of the debt covenant as a precautionary measure. The lending banks agreed to the suspension of the debt covenant for the period from 31 December 2020 to and including 30 June 2021 in June 2020. On the other hand, there is a decline due to the repayment of financial loans and purchase price liabilities for the acquisition of shares in already consolidated subsidiaries from put option rights granted in the Live Entertainment segment.

Trade payables decreased by EUR 43,080 thousand, primarily from the CTS Group's operating activities.

The current **advance payments received** (EUR +56,284 thousand) mainly increased due to the expansion of the scope of consolidation in the Live Entertainment segment.

Tax debts decreased by EUR 25,299 thousand, mainly due to the decline in the CTS Group's net result from operating activities.

The decline in current **other financial liabilities** (EUR -142,991 thousand) is mainly attributable to the reduction of liabilities from ticket monies not yet invoiced (EUR -144,498 thousand) in the Ticketing segment. Due to the strong fourth quarter at the end of the year, there is usually a large amount of liabilities from ticket monies not yet invoiced, which is then reduced in the course of the following year, when the events are held and invoiced.

Non-current liabilities (EUR +55,923 thousand) increased primarily due to financial liabilities (EUR +7,438 thousand), particularly purchase price liabilities in the Live Entertainment segment, and advance payments received (EUR +40,146 thousand) in the Live Entertainment segment. The increase in advance payments received resulted from ticket money from the presales of future events, which were largely postponed to the second half of 2021 due to the COVID-19 pandemic.

The decrease in **equity** by EUR 43,457 thousand to EUR 506,535 thousand is due to the negative result for the period and the lower non-controlling interests. The equity ratio (equity divided by the balance sheet total) fell to 26.3% (31.12.2019: 29.0%).

CASH FLOW

The amount of cash and cash equivalents shown in the cash flow statement corresponds to the cash and cash equivalents stated in the balance sheet. Compared to the closing date of 31 December 2019, cash and cash equivalents increased by EUR 31,510 thousand to EUR 822,021 thousand.

In comparison to the closing date at 30 June 2019 cash and cash equivalents increased from EUR 563,247 thousand by EUR 258,774 thousand to EUR 822,021 thousand.

The improvement in **cash flow from operating activities** compared to the same period in the prior year (01.01.-30.06.2019) from EUR -199,348 thousand by EUR 93,985 thousand to EUR -105,363 thousand mainly resulted from changes in receivables and other assets and liabilities. The higher reduction of receivables from ticket monies in the Ticketing segment, the lower reduction of liabilities from ticket monies in the Ticketing segment and the increase in advance payments received in the Live Entertainment segment led to a positive cash flow effect. In contrast, a reduction in trade payables and the COVID-19 pandemic influenced negative net result for the period led to negative cash flow effects.

Cash flow from investing activities improved year-on-year by EUR 5,587 thousand from EUR -24,314 thousand to EUR -18,727 thousand. This positive change mainly resulted from the lack of cash outflows for payments into the capital reserve of a company accounted for at equity (autoTicket GmbH, Berlin, operating company for the collection of the infrastructure charge). Furthermore, cash flow was positively influenced by lower payments for investments in intangible assets.

Cash flow from financing activities increased from EUR -87,164 thousand by EUR 243,660 thousand to EUR 156,496 thousand. In a year-on-year comparison, the utilisation of the existing syndicated credit line (Revolving Credit Facility) in the amount of EUR 200 million led to a positive cash flow effect. This was offset by negative cash flow effects from the repayment of financial liabilities and the payment of purchase price liabilities for the acquisition of shares in already consolidated subsidiaries from granted put options. In the prior-year period, cash flow from financing activities was negatively influenced by the distribution to shareholders.

With its current financial resources, the CTS Group is able to meet its financial commitments and to finance its planned investments and ongoing operations.

3. RISK AND OPPORTUNITIES REPORT

In the Annual Report 2019 the company stated in section 8.2.6 social/political/legal risks that it was not possible to assess the effects of the spread of the COVID-19 pandemic on the development of ticket volume and on the performance of events. Key uncertainties relate to the duration of the pandemic and its overall negative impact on the Ticketing and Live Entertainment industry. As a result, market uncertainties can have a negative impact on business activities, the financial position and earnings performance, cash flows and revenue and earnings targets in both segments. The risk from today's point of view was therefore reclassified from medium to high.

The syndicated credit line (revolving credit facility) in the amount of EUR 200 million, which was utilised in April 2020 to increase the CTS Group's financial flexibility during the COVID-19 pandemic, is subject to ‚financial covenants' (equity ratio and adjusted net debt). The consequences of the COVID-19 pandemic and the associated ban on major events across most of Europe mean that it is highly unlikely that the debt covenant will be honoured by the cut-off date of 31 December 2020. For this reason, the Management Board applied to the lending banks for the suspension of the debt covenant as a precaution in June 2020. In the same month, the lending banks agreed to the suspension of the debt covenant for the period from 31 December 2020 to 30 June 2021 inclusive. The risk that the ‚financial covenants' cannot be met was added and allocated to financial risks (point 8.2.5 Financial risks in the 2019 Annual Report) and classified as low.

The management has taken extensive measures, particularly with regard to personnel and material costs, to reduce the the impact of these risks. To safeguard liquidity, the CTS Group is implementing promoter voucher schemes, backed by law, in key European markets or is working on respective software solutions.

Corporate management currently assumes that the risks do not jeopardise CTS KGaA or the Group as a going concern. It cannot be ruled out that the COVID-19 pandemic or additional factors, which are not known yet or are currently rated as immaterial and which could jeopardise the continued existence of the CTS Group as a going concern will emerge in the future.

Following the scandal surrounding the Austrian Commerzialbank Mattersburg im Burgenland AG, CTS KGaA secured the business operations of its subsidiary Barracuda with a comprehensive financing plan in July. In July 2020, the Austrian Financial Market Authority FMA prohibited on suspicion of balance sheet fraud and misappropriation of customer deposits the continuation of entire business operations of the commercial bank Mattersburg im Burgenland AG. As a result, the companies of the Barracuda Group currently have no access to the existing deposits as at 30 June 2020 in the amount of EUR 34.3 million so that these deposits were completely written off. Both CTS KGaA and Barracuda will take all necessary measures to protect their rights.

Beyond that, the statements made in the risk and opportunities report of the Annual Report 2019 remain valid.

4. OUTLOOK

FUTURE MACROECONOMIC ENVIRONMENT

In its latest World Economic Outlook, the International Monetary Fund (IMF) has revised its forecast for global gross domestic product for 2020 downward by 1.9 percentage points to -4.9%. This is because the impact of the coronavirus pandemic on the global economy is likely to be more severe and the projected recovery more gradual than previously forecast. For 2021, the IMF projects global growth at 5.4%.

In the euro area, the IMF's current forecast predicts that the economy will shrink by 10.2% in the current year, while it is expected to pick up again by 6% in 2021. Meanwhile, the IMF projects that Germany's economy will shrink by 7.8% in 2020, and grow by 5.4% in the coming year.

In its latest assessment of the development of the German economy, the Kiel Institute for the World Economy (IfW) assumes that the economy will only gradually regain momentum after the slump caused by the coronavirus crisis. After an expected drop of 6.8% this year, the researchers anticipate a rise of 6.3% in 2021.

In Germany and other parts of Europe, smaller events with several hundred visitors are now taking place again in individual cases following the relaxation of official restrictions. For the second half of the year, somewhat larger events are also planned in Germany, such as at the Waldbühne in Berlin with a total capacity of up to 5,000 people as a test. However, the restrictions currently vary greatly from region to region, which is one of the obstacles considerably hindering the organisation of tours.

From the point of view of the Bundesverband der Konzert- und Veranstaltungswirtschaft BDKV (Federal Association of the Concert and Event Industry), the industry still lies idle given the restrictions and bans. It is therefore not foreseeable when events can be reliably planned again.

To safeguard liquidity, the CTS Group is implementing promoter voucher schemes, backed by law, in key European markets or is working on respective software solutions. Holders of an admission ticket for an event which they were unable to attend due to the COVID-19 pandemic or which they are unable or unwilling to attend at a later date, should receive a voucher instead of a refund of the ticket price. The scheme contributes significantly to the survival of small and medium-sized promoters in particular and thereby to the preservation of the cultural landscape.

Due to the continuing uncertainties surrounding the future course of the coronavirus crisis and its impact on the 2020 financial year, corporate management still considers it impossible to make a sufficiently reliable forecast for the year as a whole and therefore withdrew the forecast for 2020 on 3 April 2020.

No major events have taken place to date, and the rules and restrictions for smaller events vary greatly from region to region. From today's perspective and as already communicated in the statement on the first quarter 2020, the corporate management expects a significant year-on-year decrease in online ticket volume, as well as in revenue and earnings, in the Ticketing and Live Entertainment segments for the 2020 financial year. However, that decrease still cannot be quantified at present.

It is currently not possible to reliably predict the duration of the COVID-19 pandemic, as well as further containment measures. As a result, it is not possible at the present time to make precise statements regarding the development of revenue and earnings. The Group will quantify the expected development as soon as a reliable forecast is possible.

3. INTERIM CONSOLIDATED FINANCIAL STATEMENTS AS AT 30 JUNE 2020

CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2020

ASSETS	30.06.2020	31.12.2019
	[EUR'000]	[EUR'000]
Current assets		
Cash and cash equivalents	822,021	790,511
Marketable securities and other investments	28,097	13,062
Trade receivables	29,877	69,685
Receivables from affiliated and associated companies accounted for at equity	1,068	3,700
Inventories	5,537	5,623
Payments on account	98,615	70,721
Receivables from income tax	6,962	4,843
Other financial assets	52,796	139,997
Other non-financial assets	54,015	36,468
Non-current assets held for sale	6,746	6,746
Total current assets	**1,105,733**	**1,141,356**
Non-current assets		
Goodwill	349,382	327,202
Other intangible assets	131,265	124,429
Property, plant and equipment	39,392	40,462
Right-of-use assets from leases	141,954	138,571
Investments	3,012	2,966
Investments in associates accounted for at equity	104,606	88,358
Trade receivables	40	45
Other financial assets	9,177	19,419
Other non-financial assets	14,629	1,239
Deferred tax assets	24,691	14,827
Total non-current assets	**818,148**	**757,519**
Total assets	**1,923,881**	**1,898,874**

EQUITY AND LIABILITIES	30.06.2020	31.12.2019
	[EUR'000]	[EUR'000]
Current liabilities		
Financial liabilities	259,483	85,843
Trade payables	96,541	139,620
Payables to affiliated and associated companies accounted for at equity	877	1,040
Advance payments received	389,624	333,340
Other provisions	10,691	6,834
Tax debts	41,342	66,641
Other financial liabilities	305,787	448,778
Lease liabilities	17,347	16,978
Other non-financial liabilities	66,965	77,040
Total current liabilities	**1,188,656**	**1,176,115**
Non-current liabilities		
Financial liabilities	21,711	14,273
Advance payments received	43,856	3,710
Other provisions	4,131	4,131
Other financial liabilities	58	11
Lease liabilities	125,965	122,178
Pension provisions	13,160	11,815
Deferred tax liabilities	19,809	16,648
Total non-current liabilities	**228,690**	**172,767**
Equity		
Share capital	96,000	96,000
Capital reserve	1,890	1,890
Statutory reserve	7,200	7,200
Retained earnings	368,331	408,663
Other reserves	-1,501	-1,931
Treasury stock	-52	-52
Total equity attributable to shareholders of CTS KGaA	**471,868**	**511,770**
Non-controlling interests	34,668	38,223
Total equity	**506,535**	**549,992**
Total equity and liabilities	**1,923,881**	**1,898,874**

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2020

	01.01.2020 - 30.06.2020	01.01.2019 - 30.06.2019
	[EUR'000]	[EUR'000]
Revenue	198,473	696,563
Cost of sales	-191,310	-526,293
Gross profit	**7,163**	**170,270**
Selling expenses	-47,690	-50,461
General administrative expenses	-33,335	-35,747
Other operating income	50,831	9,198
Other operating expenses	-8,320	-10,095
Operating profit (EBIT)	**-31,351**	**83,165**
Income / expenses from participations	0	26
Income / expenses from investments in associates accounted for at equity	-4,443	2,398
Financial income	2,938	503
Financial expenses	-24,736	-3,575
Income before tax (EBT)	**-57,592**	**82,517**
Taxes	5,889	-29,945
Net result	**-51,703**	**52,572**
Net result attributable to		
Shareholders of CTS KGaA	**-40,316**	**48,237**
Non-controlling interests	-11,388	4,335
Earnings per share (in EUR), undiluted (= diluted)	-0.42	0.50
Average number of shares in circulation, undiluted (= diluted)	96 million	96 million

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2020

	01.01.2020 - 30.06.2020	01.01.2019 - 30.06.2019
	[EUR'000]	[EUR'000]
Net result	-51,703	52,572
Remeasurement of the net defined benefit obligation for pension plans	247	-1,191
Items that will not be reclassified to profit or loss	**247**	**-1,191**
Exchange differences on translating foreign subsidiaries	3,629	651
Change in the fair value of derivatives in cash flow hedges	12	-7
Share of other comprehensive income (exchange differences) of investments accounted for at equity	-1,200	-45
Items that will be reclassified subsequently to profit or loss when specific conditions are met	**2,440**	**599**
Other results (net)	**2,687**	**-592**
Total comprehensive income	**-49,017**	**51,980**
Total comprehensive income attributable to		
Shareholders of CTS KGaA	-39,885	47,376
Non-controlling interests	-9,131	4,604

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD FROM 1 APRIL TO 30 JUNE 2020

	01.04.2020 - 30.06.2020 [EUR'000]	01.04.2019 - 30.06.2019 [EUR'000]
Revenue	13,923	413,873
Cost of sales	-52,804	-329,306
Gross profit	**-38,881**	**84,567**
Selling expenses	-21,614	-25,188
General administrative expenses	-13,929	-17,919
Other operating income	45,404	4,604
Other operating expenses	-1,554	-5,367
Operating profit (EBIT)	**-30,574**	**40,697**
Income / expenses from participations	0	22
Income / expenses from investments in associates accounted for at equity	-2,867	1,836
Financial income	1,312	279
Financial expenses	-23,877	-1,905
Income before tax (EBT)	**-56,006**	**40,929**
Taxes	8,588	-15,943
Net result	**-47,417**	**24,987**
Net result attributable to		
Shareholders of CTS KGaA	**-40,869**	**21,802**
Non-controlling interests	-6,549	3,184
Earnings per share (in EUR), undiluted (= diluted)	-0.43	0.23
Average number of shares in circulation, undiluted (= diluted)	96 million	96 million

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD FROM 1 APRIL TO 30 JUNE 2020

	01.04.2020 - 30.06.2020	01.04.2019 - 30.06.2019
	[EUR'000]	**[EUR'000]**
Net result	-47,417	24,987
Remeasurement of the net defined benefit obligation for pension plans	-793	-710
Items that will not be reclassified to profit or loss	**-793**	**-710**
Exchange differences on translating foreign subsidiaries	-420	358
Change in the fair value of derivatives in cash flow hedges	20	-7
Share of other comprehensive income (exchange differences) of investments accounted for at equity	-476	-752
Items that will be reclassified subsequently to profit or loss when specific conditions are met	**-876**	**-401**
Other results (net)	**-1,669**	**-1,111**
Total comprehensive income	**-49,087**	**23,876**
Total comprehensive income attributable to		
Shareholders of CTS KGaA	-41,413	20,624
Non-controlling interests	-7,674	3,252

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to shareholders of CTS KGaA											
					Other reserves							
	Share capital	Capital reserve	Statutory reserve	Retained earnings	Currency translation	Hedging instruments	Associated companies accounted for at equity	Remeasurement of the net defined benefit obligation for pension plans	Treasury stock	Total equity attributable to shareholders of CTS KGaA	Non-controlling interests	Total equity
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
Status 01.01.2019	**96,000**	**1,890**	**7,200**	**335,098**	**1,465**	**-14**	**-1,923**	**-1,181**	**-52**	**438,483**	**32,805**	**471,289**
Net result	0	0	0	48,237	0	0	0	0	0	48,237	4,335	52,572
Other income	0	0	0	0	-93	-10	-45	-712	0	-861	269	-592
Total income										**47,376**	**4,604**	**51,980**
Dividends	0	0	0	-59,515	0	0	0	0	0	-59,515	-4,288	-63,803
Other changes	0	0	0	-47	0	0	0	0	0	-47	-12	-59
Status 30.06.2019	**96,000**	**1,890**	**7,200**	**323,773**	**1,372**	**-24**	**-1,968**	**-1,893**	**-52**	**426,298**	**33,110**	**459,408**
Status 01.01.2020	**96,000**	**1,890**	**7,200**	**408,663**	**1,587**	**-12**	**-1,054**	**-2,453**	**-52**	**511,770**	**38,223**	**549,992**
Net result	0	0	0	-40,316	0	0	0	0	0	-40,316	-11,388	-51,703
Other income	0	0	0	0	1,406	12	-1,200	213	0	430	2,256	2,687
Total income										**-39,885**	**-9,131**	**-49,017**
Dividends	0	0	0	0	0	0	0	0	0	0	-1,422	-1,422
Changes in the scope of consolidation	0	0	0	0	0	0	0	0	0	0	6,998	6,998
Other changes	0	0	0	-17	0	0	0	0	0	-17	0	-17
Status 30.06.2020	**96,000**	**1,890**	**7,200**	**368,331**	**2,993**	**0**	**-2,255**	**-2,240**	**-52**	**471,868**	**34,668**	**506,535**

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2020 (SHORT-TERM)

	01.01.2020 - 30.06.2020 [EUR'000]	01.01.2019 - 30.06.2019 [EUR'000]
Net result	-51,703	52,572
Depreciation and amortisation on fixed assets	27,856	26,734
Changes in pension provisions	363	1,109
Deferred tax expenses / income	-7,971	-102
Other non-cash transactions	11,218	-2,498
Profit / loss from disposal of fixed assets	-15	106
Interest expenses / Interest income	1,152	1,053
Income tax expenses	2,075	30,047
Interest received	861	402
Interest paid	-375	-875
Income tax paid	-28,102	-42,113
Increase (-) / decrease (+) in inventories	1,344	1,540
Increase (-) / decrease (+) in payments on account	-22,702	-16,814
Increase (-) / decrease (+) in marketable securities and other investments	-14,027	278
Increase (-) / decrease (+) in receivables and other assets	98,578	-23,046
Increase (+) / decrease (-) in provisions	3,805	-226
Increase (+) / decrease (-) in liabilities	-127,720	-227,516
Cash flow from operating activities	**-105,363**	**-199,348**
Cash flow from investing activities	**-18,727**	**-24,314**
Cash flow from financing activities	**156,496**	**-87,164**
Net increase / decrease in cash and cash equivalents	**32,407**	**-310,826**
Net increase / decrease in cash and cash equivalents due to currency translation	-897	867
Cash and cash equivalents at beginning of period	790,511	873,206
Cash and cash equivalents at end of period	**822,021**	**563,247**
Composition of cash and cash equivalents		
Cash and cash equivalents	822,021	563,247
Cash and cash equivalents at end of period	**822,021**	**563,247**

SELECTED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. PRELIMINARY STATEMENTS

1.1 STRUCTURE AND BUSINESS OPERATIONS OF THE GROUP

The consolidated financial statements include all significant subsidiaries in addition to the CTS Eventim AG & Co. KGaA (hereinafter: CTS KGaA) as the parent company. The CTS KGaA is registered in the Commercial Register at Munich Local Court under no. HRB 212700. The company's head office is in Bremen. Shares in CTS KGaA are traded under securities code 547030 in the MDAX segment of the Frankfurt Stock Exchange.

The corporate management of the CTS KGaA is perceived by the EVENTIM Management AG, Hamburg. EVENTIM Management AG, Hamburg, is represented by the Management Board.

The Group is organised in two segments, Ticketing and Live Entertainment and operates in the market for leisure events. The objects of the company in the Ticketing segment are to produce, sell, broker, distribute and market tickets for concerts, theatre, art, sports and other events in Germany and abroad, in particular by using electronic data processing and modern communication and data transmission technologies. The objects of the Live Entertainment segment are to plan, prepare and execute events, in particular music events and concerts, market music productions and to operate venues.

This interim consolidated financial statement and interim group management report of CTS KGaA and its subsidiaries for the first six months of the 2020 financial year were approved for publication by resolution of the Management Board of EVENTIM Management AG on 20 August 2020.

1.2 ACCOUNTING PRINCIPLES

The present, unaudited and unrevised Group interim report as at 30 June 2020 was prepared in compliance with the International Financial Reporting Standards (IFRS) for interim financial reporting, as they apply in the European Union (IAS 34 'Interim Financial Reporting'), and in accordance with the applicable regulations in the Securities Trading Act (Wertpapierhandelsgesetz – WpHG). A condensed form of report compared to the Annual Report as at 31 December 2019 was chosen, as provided for in IAS 34. The Group interim report should be read in conjunction with the consolidated financial statements as at 31 December 2019. The Group interim report contains all the information required to give a true and fair view of the earnings performance and financial position of the company.

The consolidated financial statements are denominated in Euro. All amounts in the interim report are rounded to thousand euros. This may lead to minor deviations on addition.

1.3 ACCOUNTING POLICIES

The accounting principles and consolidation methods are the same as those applied in the consolidated financial statements as at 31 December 2019, with the exception of the first-time application of new and amended standards (see notes in item 1.5).

The advance payments received in the Live Entertainment segment, which are classified as contractual obligations within the meaning of IFRS 15, relate to ticket monies already received for events that were originally scheduled to take place within one year but were postponed to a later date due to the effects of the COVID-19 pandemic. The current advance payments received were therefore reclassified as non-current advance payments received. Since the extension of the period caused by the COVID-19 pandemic only occurred after the time of the payments, no interest calculation of long-term advance payments received is executed in accordance with IFRS 15.63.

1.4 NEW ACCOUNTING STANDARDS ISSUED BUT NOT YET APPLIED

Standards that are not applicable until after the balance sheet date have not been prematurely applied. The amended standards and interpretations to be applied in the future are not expected to have material effects on financial position, cash flow and earnings performance.

Due to the COVID-19 pandemic, the IASB issued an amendment to IFRS 16 that provides lessees with an optional simplification in assessing whether a lease concession related to COVID-19 constitutes a modification of the lease. Lessees may elect to account for such lease concessions in the same way they would if it were not a modification of the lease. This amendment is currently not yet endorsed in the European Union. Therefore, in the CTS Group, changes to contracts due to lease concessions in connection with the COVID-19 pandemic have been accounted for mainly in the Live Entertainment segment by modifying the corresponding contracts according to IFRS 16.

1.5 NEW AND AMENDED STANDARDS IN 2020

The application or interpretation of new and amended standards does not have an impact on financial position, cash flow and earnings performance.

2. COVID-19 PANDEMIC IMPACTS

In the first half of 2020, the global spread of COVID-19 had a significant impact on the business activities of the CTS Group since March 2020. In the course of the COVID-19 pandemic, there are no major events taking place in any country due to bans and conditions imposed by government authorities. In the CTS Group, this led to a significant decline in revenue and earnings figures in the first six months of 2020. In the Live Entertainment segment, a lack of earnings contributions from the cancellation and postponement of events were set off with income from insurance reimbursements.

In order to improve the company's liquidity situation, the legislator has introduced a voucher solution for tour operators in individual markets such as Germany, Austria and Italy. Holders of an admission ticket for an event which they were unable to attend due to the COVID-19 pandemic or which they are unable or unwilling to attend at a later date, should receive a voucher instead of a refund of the ticket price. Accordingly, the advance payments received are reclassified to provisions. As at 30 June 2020, only a small proportion of tickets were converted into vouchers and recorded accordingly in provisions. However, an increase in the number of tickets converted into vouchers is expected in the following quarters.

In many European countries, the governments offer the companies affected by the COVID-19 pandemic different funding programs. As part of these funding programs, some subsidiaries of the CTS Group applied for loan agreements with a volume equivalent to around EUR 8.5 million, of which around EUR 2.2 million had been drawn by the subsidiaries as of 30 June 2020.

At the time of the group interim report, the corporate management is assuming that the risks will not jeopardize the continued existence of CTS KGaA or the group. However, it cannot be ruled out that the COVID-19 pandemic or other influencing factors that are currently not yet known or are currently not yet classified as significant could influence the continued existence of the CTS Group in the future.

3. CONSOLIDATED SUBSIDIARIES

In addition to the parent company's financial statements, the CTS Group comprises the financial statements of 115 subsidiaries (previous year: 97) in the consolidated financial statements. The increase results in particular from the initial consolidation of the Barracuda Group with six companies and the Gadget Group with nine companies and Nordic Live.

3.1 SIGNIFICANT CHANGES IN THE LIVE ENTERTAINMENT SEGMENT

In February 2020, the CTS Group has acquired 50% of the shares in a newly established company by US-promoter Michael Cohl, based in New York City, USA, at a purchase price of USD 20 million. The partnership, which has been arranged for five years, offers a broad global platform for Live Entertainment, involving concept development as well as producing and promoting worldclass content. While Michael Cohl brings in his concert business and extensive network, the CTS Group will provide full access to the EVENTIM LIVE network, its ticketing platform and entire portfolio of products and services regarding Live Entertainment. The company will be fully consolidated in the CTS Group due to the existing possibility of determining the relevant activities. The purchase price is recognised as a long-term non-financial asset, since the transaction does not represent a business combination in accordance with IFRS 3 and is released as an expense over the term of the contract.

PROVISIONAL PURCHASE PRICE ALLOCATION BARRACUDA GROUP

Beginning of January 2020 the CTS Group has acquired 71% of the shares in the Austrian concert promoter Barracuda Holding GmbH, Vienna, and its subsidiaries (hereinafter: Barracuda Group). With this transaction the CTS Group expanded its European-wide event portfolio to include some of the most popular concerts and festivals in Austria. Barracuda Group became part of the promoter network EVENTIM LIVE. The transaction was approved by the responsible cartel offices in December 2019.

Based on the provisional purchase price allocation, the following table shows the fair values at the time of initial consolidation of the **Barracuda Group**:

	Fair values at the time of initial consolidation - provisional purchase price allocation - [EUR'000]
Cash and cash equivalents	4.793
Inventories	81
Payments on account	4.095
Trade receivables	6.125
Other assets	1.554
Total current assets	**16.648**
Intangible assets	11.034
Property, plant and equipment	609
Right-of-use assets from leases	533
Investments	3.957
Other assets	4
Deferred tax assets	3.326
Total non-current assets	**19.463**
Trade payables	2.757
Advance payments received	22.687
Other liabilities	3.095
Lease liabilities	51
Total current liabilities	**28.590**
Other liabilities	17
Lease liabilities	481
Deferred tax liabilities	3.480
Total non-current liabilities	**3.979**
Total net assets	**3.542**

Within the scope of the provisional purchase price allocation, assets and liabilities were measured at fair value. At the time of initial consolidation, intangible assets (customer base with a useful life of 8 years and brands with a useful life of 5 to 10 years) with a fair value of EUR 10,318 thousand as well as order backlog at EUR 847 thousand with a useful life of one year were recognised. Furthermore financial assets with a fair value of EUR 1,191 thousand were recognised. Besides that, fair value changes in advance payments received of EUR 1,745 thousand were recorded. Temporary differences in the revaluation resulted in deferred tax liabilities of EUR 3,480 thousand.

Within the scope of the provisional purchase price allocation the fair value of the acquired cash and cash equivalents was also adjusted. At the date of initial consolidation the companies of the Barracuda Group placed funds of EUR 13.1 million at Commerzialbank Mattersburg im Burgenland AG. The information available at present about balance sheet fraud and misappropriation of customer deposits indicates that the placed funds are not recoverable. Hence these deposits are recognised with a fair value of EUR 0 thousand within the scope of the provisional purchase price allocation.

As at 30 June 2020, the purchase price allocation is still provisional, as investigations relating to intangible assets, further findings with regard to the placed cash and cash equivalents at Commerzialbank Mattersburg im Burgenland AG and final assessments of legal issues, are still pending.

The following table shows the reconciliation of consideration transferred as at initial consolidation:

	[EUR'000]
Consideration transferred	14,873
Total net assets	**3,542**
Pro rata net assets	**2,515**
Goodwill	12,358

The difference between the consideration transferred and the pro rata net assets was assigned to the goodwill in the Live Entertainment segment and mainly reflects future synergy and earnings potential. Goodwill is not tax deductible.

Since initial consolidation at the beginning of January 2020, the Barracuda Group generated revenue of EUR 3,764 thousand and a net result for the period before non-controlling interests of EUR -16,726 thousand. The result of the Barracuda Group was heavily burdened by the impairment of cash and cash equivalents of EUR 21.2 million.

PROVISIONAL PURCHASE PRICE ALLOCATION GADGET GROUP

At the end of January 2020, the CTS Group has aquired 60% of the shares in the Swiss Gadget Entertainment AG, Zurich. Within this process the CTS Group aquired 60% of the shares of wepromote Entertainment Group Switzerland AG, St. Gallen, as well. By this acquisition the CTS Group intensifies its commitment and is expanding its business activities in the Swiss Live Entertainment market. Simultaneously the CTS Group reorganises its business activity in Switzerland. After the transaction Gadget Entertainment AG and wepromote Entertainment Group Switzerland AG joined forces and merged with ABC Production AG, Opfikon, which is already belonging to the CTS Group, to jointly utilise existing synergy effects in the future. The new founded company operates under the name ‘Gadget abc Entertainment Group AG’ and has its main office in Zurich (hereinafter: Gadget Group).

Based on the provisional purchase price allocation, the following table shows the fair values at the time of initial consolidation of the **Gadget Group**:

	Fair values at the time of initial consolidation - provisional purchase price allocation -
	[EUR’000]
Cash and cash equivalents	9,173
Inventories	891
Payments on account	2,583
Trade receivables	1,012
Other assets	1,654
Total current assets	**15,313**
Intangible assets	4,243
Property, plant and equipment	307
Right-of-use assets from leases	1,085
Investments	109
Deferred tax assets	194
Total non-current assets	**5,938**
Trade payables	552
Advance payments received	11,277
Other liabilities	1,562
Lease liabilities	131
Other provisions	47
Total current liabilities	**13,569**
Pension provisions	1,019
Lease liabilities	884
Deferred tax liabilities	1,077
Total non-current liabilities	**2,979**
Total net assets	**4,703**

Within the scope of the provisional purchase price allocation, assets and liabilities were measured at fair value. At the time of initial consolidation, intangible assets (brands with a useful life of 3 to 10 years and exclusivity agreements with a useful life of 8 years) with a fair value of EUR 4,218 thousand as well as order backlog at EUR 777 thousand with a useful life of one year were recognised. Besides that, fair value changes in advance payments received of EUR 664 thousand were recognised. Temporary differences in the revaluation resulted in deferred tax liabilities of EUR 1,034 thousand

As at 30 June 2020, the purchase price allocation is still provisional, as investigations relating to intangible assets and final assessments of legal issues are still pending.

The following table shows the reconciliation of consideration transferred as at initial consolidation:

	[EUR'000]
Consideration transferred	8,331
Total net assets	**4,703**
Pro rata net assets	**2,822**
Goodwill	5,509

The difference between the consideration transferred and the pro rata net assets was assigned to the goodwill in the Live Entertainment segment and mainly reflects future synergy and earnings potential. Goodwill is not tax deductible.

Since initial consolidation at the end of January 2020, the Gadget Group generated revenue of EUR 1,697 thousand and a net result for the period before non-controlling interests of EUR -1.296 thousand. The result was burdened by the COVID-19 pandemic.

PROVISIONAL PURCHASE PRICE ALLOCATION NORDIC LIVE

At the end of January 2020, the CTS Group acquired 63.7% of the shares in the Norwegian agency Nordic Live AS, Oslo, Norway (hereinafter: Nordic Live) through its subsidiary FKP Scorpio. This gives FKP Scorpio access to the portfolio of Nordic Live, which currently boasts 60 national and international artists.

Based on the provisional purchase price allocation, the following table shows the fair values at the time of initial consolidation of **Nordic Live**:

	Fair values at the time of initial consolidation - provisional purchase price allocation -
	[EUR'000]
Cash and cash equivalents	950
Inventories	311
Trade receivables	258
Other assets	24
Total current assets	**1,543**
Intangible assets	599
Property, plant and equipment	76
Right-of-use assets from leases	100
Total non-current assets	**775**
Trade payables	792
Other liabilities	76
Lease liabilities	38
Total current liabilities	**906**
Lease liabilities	62
Deferred tax liabilities	177
Total non-current liabilities	**239**
Total net assets	**1,173**

Within the scope of the provisional purchase price allocation, assets and liabilities were measured at fair value. At the time of initial consolidation, intangible assets (customer base with a useful life of 5 years) with a fair value of EUR 599 thousand as well as order backlog at EUR 217 thousand with a useful life of one year were recognised. Temporary differences in the revaluation resulted in deferred tax liabilities of EUR 177 thousand.

As at 30 June 2020, the purchase price allocation is still provisional, as investigations relating to intangible assets and final assessments of legal issues are still pending.

The following table shows the reconciliation of consideration transferred as at initial consolidation:

	[EUR'000]
Consideration transferred	2.786
Total net assets	**1.173**
Pro rata net assets	**747**
Goodwill	2.039

The difference between the consideration transferred and the pro rata net assets was assigned to the goodwill in the Live Entertainment segment and mainly reflects future synergy and earnings potential. Goodwill is not tax deductible.

Since initial consolidation at the end of January 2020, Nordic Live generated revenue of EUR 695 thousand and a net result for the period before non-controlling interests of EUR -224 thousand. The result was burdened by the COVID-19 pandemic.

4. SELECTED NOTES TO THE CONSOLIDATED BALANCE SHEET

Payments on account for future events in the Live Entertainment segment (EUR 98,615 thousand) are expected to be realised after more than 12 months in the amount of EUR 24,724 thousand.

The increase in **investments in associates accounted for at equity** (EUR +16,248 thousand) is primarily due to the conversion of loan receivables into capital reserve at autoTicket GmbH, Berlin (operating company for the collection of the Germany infrastructure charge 'car toll') with a corresponding decrease in non-current other financial assets.

Current **financial liabilities** (EUR +173,640 thousand) increased due to the syndicated credit line (Revolving Credit Facility), which was utilised in full in April 2020 in the amount of EUR 200 million to increase the CTS Group's financial flexibility during the COVID-19 pandemic. The utilisation has an agreed term of 12 months. The syndicated credit line is subject to 'financial covenants' (equity ratio and adjusted net debt). The contractual margin for the utilisation is currently 0.45% plus an exercise fee. The consequence of the COVID-19 pandemic and the associated almost Europe-wide ban on major events (e.g. in Germany currently until 31 October 2020) is that it is highly probable that the debt covenant cannot be complied with as of the reporting date 31 December 2020. For this reason, the Management Board applied to the lending banks in June 2020 for the suspension of the debt covenant as a precautionary measure. The lending banks agreed to the suspension of the debt covenant for the period from 31 December 2020 to and including 30 June 2021 in June 2020. On the other hand, there is a decline due to the repayment of financial loans and purchase price liabilities for the acquisition of shares in already consolidated subsidiaries from put option rights granted in the Live Entertainment segment.

IMPAIRMENT OF GOODWILL AND OTHER INTANGIBLE ASSETS

Due to the negative impact of the COVID-19 pandemic on the earnings situation, an impairment test of goodwill in the two segments Ticketing (EUR 248.5 million) and Live Entertainment (EUR 100.8 million) was performed as at 30 June 2020 in accordance with IAS 36. In comparison with the goodwill impairment test carried out at the end of 2019, a discount rate was determined which was around 1.3%-point higher (Ticketing: 8.7% and Live Entertainment: 8.7%). The forecasts are based on the scenario that major events will not take place again until 2021. Even if the discount rate had been 1%-point higher or the EBITDA margin in the Ticketing segment or the Live Entertainment segment 10% lower, there would not have been any need for impairment of goodwill in the respective segments.

Furthermore, the rights-of-use assets for venues in the Live Entertainment segment were reviewed for impairment. The forecasts are based on the scenario that major events will not take place again until 2021. A country-specific weighted average cost of capital rate (7.3% - 7.7%) was applied. The fair values were determined based on discounted cash flow scenarios. In order to determine the need for impairment of the rights-of-use-assets, the fair value was compared with the carrying amount of the allocated cash-generating unit on the valuation date. No impairments were identified.

When assessing the impairment of intangible assets (specific customer bases and brands) with a definite useful life, they were discounted using a country-specific weighted average cost of capital rate (6.7% - 13.0%). The fair values were determined based on discounted cash flow scenarios. The forecasts are based on the scenario that major events will not take place again until 2021. In order to determine the need for impairment of the intangible asset, the fair value less costs to sell for the appropriate term was compared with the carrying amount of the allocated cash-generating unit on the valuation date. This resulted in impairment losses of EUR 1,504 thousand.

5. SELECTED NOTES TO THE CONSOLIDATED INCOME STATEMENT

REVENUE

The **CTS Group** generated EUR 198,473 thousand in revenue in the period under review, compared to EUR 696,563 thousand in previous year (-71.5%).

	30.06.2020	30.06.2019
	[EUR'000]	[EUR'000]
Ticketing		
Ticket fees	70,831	162,119
Other service charges	3,492	5,080
Commissions	2,801	5,442
Licence fees	1,847	3,160
Other	9,446	24,433
	88,416	**200,234**
Live Entertainment		
Entertainment services	100,297	458,144
Catering and merchandising	6,284	19,172
Sponsoring	968	10,294
Other	7,371	16,893
	114,920	**504,504**
Intersegment consolidation	-4,863	-8,175
CTS Group	**198,473**	**696,563**

Of the CTS Group's external revenue, EUR 119,384 thousand (previous year: EUR 503,931) was recognised over time in accordance with IFRS 15. Thereof EUR 18,894 thousand (previous year: EUR 38.641 thousand) are attributable to the Ticketing segment and EUR 100,491 thousand to the Live Entertainment segment (previous year: EUR 465,290 thousand). In the Live Entertainment segment, the periods over which revenue are recorded are very short and can last up to a maximum of several days at festivals.

The following table shows the external revenue for the reporting period, broken down by geographical distribution:

	30.06.2020	30.06.2019
	[EUR'000]	[EUR'000]
Germany	121,508	437,815
Italy	25,220	121,839
Switzerland	14,488	46,664
Austria	14,266	28,986
Other countries	22,992	61,258
	198,473	**696,563**

The decline in revenue is across all countries primarily due to the consequences of the ongoing COVID-19 pandemic, which has led to regulatory bans and requirements for events worldwide. In the Ticketing segment, this led to a decline in presales for events and in the Live Entertainment segment to a sharp decline in the number of events held during the reporting period.

OTHER OPERATING INCOME

Other operating income increased by EUR 41,633 thousand from EUR 9,198 thousand to EUR 50,831 thousand. This increase is mainly due to insurance compensations amounting to EUR 42,354 thousand for cancelled and postponed events in the Live Entertainment segment.

IMPAIRMENT OF FINANCIAL ASSETS

In the first half of 2020, impairment losses (including reversals of impairment losses) on financial assets of EUR 5,241 thousand (previous year: EUR 1,372 thousand) were recognised in selling expenses or respectively other operating income. The impairments mainly related to trade receivables (EUR 2,788 thousand) and other financial assets (EUR 2,404 thousand). In addition, impairment losses of EUR 22,008 thousand, mainly on cash and cash equivalents, were recognised in the financial result. These mainly result from the value adjustment of the deposits made by the companies of the Barracuda Group in the first half of 2020 with Commerzialbank Mattersburg im Burgenland AG in the amount of EUR 21,212 thousand.

TAXES

The current business activities result in tax income of EUR 5,889 thousand (previous year: tax expenses of EUR 29,945 thousand). The tax rate amounts to 10.2% (previous year: 36.3%). Losses without the formation of deferred tax assets in the Live Entertainment segment had a significant impact on the decline in the tax rate.

6. ADDITIONAL DISCLOSURES ON FINANCIAL INSTRUMENTS

The following table shows the carrying amounts, valuations and fair values of current and non-current financial instruments as at 30 June 2020:

		Balance sheet value according to IFRS 9			
	Carrying value 30.06.2020	Fair value through profit and loss	Financial assets at amortised cost	Financial liabilities at amortised cost	Fair value
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
ASSETS					
Cash and cash equivalents	822,021		822,021		822,021
Marketable securities and other investments	28,097	398	27,699		28,097
Trade receivables	29,917		29,917		29,916
Receivables from affiliated and associated companies accounted for at equity	1,068		1,068		1,068
Other original financial assets	61,962		61,962		62,052
thereof receivables from ticket monies	18,700		18,700		18,700
Derivatives standalone	12	12			12
Investments	3,012	3,012			3,012
Total	**946,088**	**3,422**	**942,666**		**946,177**
LIABILITIES					
Financial liabilities	281,194			281,194	296,280
Trade payables	96,541			96,541	96,541
Payables to affiliated and associated companies accounted for at equity	877			877	877
Other original financial liabilities	305,619			305,619	305,619
thereof liabilities from not yet invoiced ticket monies	284,553			284,553	284,553
Lease liabilities	143,311				
Derivatives standalone	226	226			226
Total	**827,768**	**226**		**684,230**	**699,542**

The following table shows the carrying amounts, valuations and fair values of current and non-current financial instruments as at 31 December 2019:

		Balance sheet value according to IFRS 9				
	Carrying value 31.12.2019	Fair value through profit and loss	Fair value hedging instruments	Financial assets at amortised cost	Financial liabilities at amortised cost	Fair value
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
ASSETS						
Cash and cash equivalents	790,511			790,511		790,511
Marketable securities and other investments	13,062	512		12,550		13,062
Trade receivables	69,729			69,729		69,729
Receivables from affiliated and associated companies accounted for at equity	3,700			3,700		3,700
Other original financial assets	159,407	785		158,622		159,534
thereof receivables from ticket monies	83,993			83,993		83,993
Derivatives standalone	10	10				10
Investments	2,966	2,966				2,966
Total	**1,039,385**	**4,273**		**1,035,112**		**1,039,512**
LIABILITIES						
Financial liabilities	100,116				100,116	100,135
Trade payables	139,620				139,620	139,620
Payables to affiliated and associated companies accounted for at equity	1,040				1,040	1,040
Other original financial liabilities	448,771				448,771	448,771
thereof liabilities from not yet invoiced ticket monies	429,052				429,052	429,052
Lease liabilities	139,157					
Derivatives in cash flow hedges	17		17			17
Total	**828,722**		**17**		**689,548**	**689,584**

DISCLOSURES REGARDING FAIR VALUE

The principles and methods used to determine fair values are unchanged compared to 31. December 2019.

According to IFRS 13, the fair values of financial assets and liabilities are classified according to the three levels of the fair value hierarchy. Level 1 contains fair values of financial instruments for which a market price can be quoted; securities are an example. In Level 2, fair values are based on market data, such as currency rates or interest curves, using market-based valuation techniques. Examples include derivatives. Fair values in Level 3 are derived using valuation techniques based on unobservable inputs, due to the lack of an active or measurable market.

Reclassifications between the levels within the fair value hierarchy are carried out at the beginning of the respective quarter in which the reason or the change in circumstances occurred that results in the reclassification. There were no reclassifications in the first six months of 2020.

The following table provides an overview of the calculated fair values of current and non-current financial assets and liabilities, and their allocation to the three levels within the fair value hierarchy according to IFRS 13 as at 30 June 2020:

	30.06.2020			
	Level 1	Level 2	Level 3	Total
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
ASSETS				
Marketable securities and other investments	398	0	0	398
Trade receivables [2]	0	39	0	39
Other original financial assets [2]	0	9,268	0	9,268
Derivatives standalone	0	12	0	12
Investments	734	0	2,277 [1]	3,012
	1,133	**9,319**	**2,277**	**12,729**
LIABILITIES				
Financial liabilities	0	296,280	0	296,280
Other original financial liabilities [2]	0	58	0	58
Derivatives standalone	0	226	0	226
	0	**296,564**	**0**	**296,564**

[1] Due to materiality, the additional disclosures on level 3 instruments within this balance sheet item have been waived.
[2] For the current part of this item, it is assumed that the carrying amount is a reasonable approximation of the fair value. Therefore, it is not included in the fair value hierarchy.

As at 31 December 2019, the carrying amount of other original financial assets in the level 3 fair value hierarchy amounted to EUR 785 thousand. Due to changes in the forecasted cash flows during the reporting period, fair values of EUR 785 thousand were derecognised through profit and loss. At this point in time, no further cash flows are expected from the contracts. The carrying amount as at 30 June 2020 is EUR 0 thousand.

The following table provides an overview of the calculated fair values of current and non-current financial assets and liabilities, and their allocation to the three levels within the fair value hierarchy according to IFRS 13 as at 31 December 2019:

	31.12.2019			
	Level 1	Level 2	Level 3	Total
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
ASSETS				
Marketable securities and other investments	512	0	0	512
Trade receivables [2]	0	44	0	44
Other original financial assets [2]	0	18,758	785	19,543
Derivatives standalone	0	10	0	10
Investments	716	0	2,250 [1]	2,966
	1,228	**18,813**	**3,035**	**23,075**
LIABILITIES				
Financial liabilities	0	100,135	0	100,135
Other original financial liabilities [2]	0	11	0	11
Derivatives in cash flow hedges	0	17	0	17
	0	**100,163**	**0**	**100,163**

[1] Due to materiality, the additional disclosures on level 3 instruments within this balance sheet item have been waived.
[2] For the current part of this item, it is assumed that the carrying amount is a reasonable approximation of the fair value. Therefore, it is not included in the fair value hierarchy.

7. SEGMENT REPORTING

The external and internal revenues of the segments are shown in the following table:

	Ticketing		Live Entertainment		Total for segments	
	01.01.2020 -30.06.2020 [EUR'000]	01.01.2019 -30.06.2019 [EUR'000]	01.01.2020 -30.06.2020 [EUR'000]	01.01.2019 -30.06.2019 [EUR'000]	01.01.2020 -30.06.2020 [EUR'000]	01.01.2019 -30.06.2019 [EUR'000]
External revenue	84,655	193,455	113,818	503,108	198,473	696,563
Internal revenue	3,761	6,779	1,102	1,395	4,863	8,174
Revenue after consolidation within the segments	**88,416**	**200,234**	**114,920**	**504,504**	**203,336**	**704,737**

Reconciliation of the operating profit (EBIT) of the segments to Group earnings:

	Ticketing		Live Entertainment		Intersegment consolidation		Group	
	01.01.2020 -30.06.2020	01.01.2019 -30.06.2019	01.01.2020 -30.06.2020	01.01.2019 -30.06.2019	01.01.2020 -30.06.2020	01.01.2019 -30.06.2019	01.01.2020 -30.06.2020	01.01.2019 -30.06.2019
	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]	[EUR'000]
Revenue	88,416	200,234	114,920	504,504	-4,863	-8,175	198,473	696,563
EBITDA	-1,625	72,909	-1,870	36,990	0	0	-3,495	109,899
Depreciation and amortisation	-16,691	-17,087	-11,164	-9,647	0	0	-27,856	-26,734
EBIT	-18,317	55,822	-13,034	27,343	0	0	-31,351	83,165
Financial result							-26,241	-648
Earnings before taxes (EBT)							-57,592	82,517
Taxes							5,889	-29,945
Net result							-51,703	52,572
Non-controlling interests							11,388	-4,335
Net result attributable to shareholders of CTS KGaA							-40,316	48,237
Average number of employees	1,644	1,689	1,319	1,316			2,963	3,005
Normalised EBITDA	-1,333	74,388	-1,370	37,390	0	0	-2,703	111,778
Normalised EBIT before amortisation resulting from purchase price allocation	-13,949	60,966	-9,419	29,482	0	0	-23,368	90,448

8. OTHER DISCLOSURES

RESOLUTIONS OF THE ANNUAL SHAREHOLDERS’ MEETING AND APPROPRIATION OF EARNINGS

RESOLUTION ON THE AUTHORISATION TO PURCHASE AND USE TREASURY STOCK

By resolution of the Shareholders’ Meeting held on 19 June 2020, the general partner of CTS KGaA was authorised under § 71 (1) No. 8 AktG to purchase treasury stock of CTS KGaA amounting to up to 10% of the registered share capital existing at the date of resolution, by 18 May 2025, and to use these for specific purposes except for the purpose of trading as detailed in the resolution, partially with exclusion of subscription rights for shareholders. The consideration for the acquisition of these shares may not be more than 10% higher or lower than the stock market price. The applicable share price is defined as the mean closing price for shares on the XETRA trading platform during the last five trading days before publication of the offer to purchase the shares. The volume of the offering may be limited. If the total subscription to the bid exceeds said volume, quotas shall be allocated in proportion to the number of shares offered in each case. The authorisation to repurchase own shares may be exercised under the aforementioned restrictions in partial amounts, on one or more occasions, and to pursue in one or more aims. The authorisation corresponds to the authorisation granted by the Shareholders’ Meeting on 7 May 2015, which had to be limited by law to 5 years and therefore expired on 6 May 2020. The existing authorisation has not been used to date.

REVISION OF § 11 (1) OF THE ARTICLES OF ASSOCIATION (NUMBER OF SUPERVISORY BOARD MEMBERS)

The articles of association were revised so that the Supervisory Board of CTS KGaA was reduced from the current four members to three. The Supervisory Board is composed of Dr. Bernd Kundrun, Prof. Jobst W. Plog and Dr. Juliane Thümmel.

APPROPRIATION OF EARNINGS

As at 6 May 2020, in view of the continuing high level of economic uncertainty due to the COVID-19 pandemic, the Management Board of the general partner and the Supervisory Board of CTS KGaA have, contrary to the original proposal for the appropriation of earnings (Annual Report 2019 item 6. Appropriation of earnings by CTS KGaA), proposed to the Shareholders’ Meeting that the dividend for 2019 be suspended and that the balance sheet profit for the fiscal year be carried forward to new account. The Shareholders’ Meeting on 19 June 2020 adopted a resolution to carry forward the balance sheet profit of EUR 302,021 thousand as at 31 December 2019 to new account.

FINANCIAL OBLIGATIONS

CTS KGaA holds 50% of the shares in the operating company for the collection of the German infrastructure charge 'car toll', which is accounted for at equity. At the end of December 2018, the Federal Motor Transport Authority assigned the operating company the task of establishing an infrastructure charging system and collecting the infrastructure charge for a period of at least 12 years. At the end of June 2019, the contract between the Federal Motor Transport Authority and the operating company to collect the German infrastructure charge was terminated by the Federal Ministry of Transport and Digital Infrastructure with effect from 30 September 2019.

The shareholders each submitted capital commitments of EUR 42,500 thousand in December 2018 to finance the operating company. In the 2019 financial year, the shareholders paid EUR 24,500 thousand (EUR 10,000 thousand each in capital reserves and EUR 14,500 thousand each in shareholder loans) to the operating company. The financing of the operating company was reorganised in February 2020. The financing commitments, including the previous loan agreement with shareholders for a total of EUR 65,000 thousand were terminated. The utilised loan financing under these agreements (EUR 14,500 thousand each and accrued interest of EUR 107 thousand each) was transferred to the capital reserve. In addition, a new loan for an amount of EUR 15,000 thousand was agreed to finance future liquidity requirements.

No other changes have occurred with regard to other contingent liabilities since 31 December 2019.

RELATED PARTY DISCLOSURES

The transactions of the CTS Group with related companies and persons pertain to reciprocal services and were concluded only at the arm's-length conditions which normally apply between third parties.

As the majority shareholder of the general partner of EVENTIM Management AG and majority shareholder of CTS KGaA, Mr. Klaus-Peter Schulenberg was the controlling shareholder until 28 December 2015. On 28 December 2015, Mr. Klaus-Peter Schulenberg transferred his shares of CTS KGaA as well as his shares of EVENTIM Management AG to KPS Stiftung seated in Hamburg. Mr. Klaus-Peter Schulenberg's holdings in CTS KGaA and EVENTIM Management AG are only being converted from a direct into an indirect holding. Therefore Mr. Klaus-Peter Schulenberg has to be classified as a controlling person. Mr. Klaus-Peter Schulenberg is also the controlling shareholder of other group-related companies within the KPS Group.

The contractual relationships with related companies and persons resulted in the following goods and services being supplied to and received by related parties in the 2020 reporting period:

	30.06.2020 [EUR'000]	30.06.2019 [EUR'000]
Goods and services supplied by the Group		
Subsidiaries not included in consolidation due to insignificance	228	304
Associates accounted for at equity	379	529
Joint ventures	86	9,547
Other related parties	366	567
	1,059	**10,946**

The decrease in the Group's services supplied to joint ventures is mainly due to the termination of the operating agreement for the collection of the German infrastructure charge 'car toll'.

	30.06.2020 [EUR'000]	30.06.2019 [EUR'000]
Goods and services received by the Group		
Subsidiaries not included in consolidation due to insignificance	9	303
Associates accounted for at equity	6	70
Other related parties	8,223	13,344
	8,238	**13,717**

The goods and services received by the Group have mainly decreased due to the decline in business activity as a result of the ongoing COVID-19 pandemic.

CHANGES IN COMPANY SHARES OR FINANCIAL DERIVATIVES RELATING TO SUCH SHARES ON THE PART OF SUPERVISORY BOARD MEMBERS

In the first half of 2020, the following transactions were carried out by members of the Supervisory Board of CTS KGaA with no-par-value bearer shares of the company.

Name	Position	Transaction	Date	Number of shares
Dr. Bernd Kundrun	Member of Supervisory Board	Purchase	25.03.2020	20,000
Dr. Bernd Kundrun	Member of Supervisory Board	Sale	25.02.2020	7,300

CHANGE IN THE MANAGEMENT BOARD

After more than 20 years on the Management Board of CTS KGaA, Chief Financial Officer (CFO) Volker Bischoff left the company when the Management Board contract expired on 31 March 2020. Andreas Grandinger took up his position as CFO of CTS KGaA in April 2020. Andreas Grandinger has many years of experience as CFO of listed companies.

EVENTS AFTER THE BALANCE SHEET DATE

No events requiring disclosure took place after the balance sheet date.

ASSURANCE BY LEGAL REPRESENTATIVES

To the best of our knowledge, the interim consolidated financial statements give a true and fair view of the Group's earnings performance, financial position and cash flow, in accordance with the applicable reporting principles for interim reporting, and that consolidated interim management report presents the course of business, including the Group's profits and situation, in a way that accurately reflects actual circumstances and truthfully describes the main opportunities and risks associated with the Group's expected development for the rest of the financial year.

Bremen, 20 August 2020

CTS Eventim AG & Co. KGaA

represented by:

EVENTIM Management AG, general partner

Klaus-Peter Schulenberg Andreas Grandinger Alexander Ruoff

FORWARD-LOOKING STATEMENTS

This Group quarterly statement contains forecasts based on assumptions and estimates by the corporate management of CTS KGaA. These statements based on assumptions and estimates are in the form of forward-looking statements using terms such as ‘believe’, ‘assume’, ‘expect’ and the like. Even though corporate management believes that these assumptions and estimates are correct, it is possible that actual results in the future may deviate materially from such assumptions and estimates due to a variety of factors. The latter may include changes in the macroeconomic environment, in the statutory and regulatory framework in Germany and the EU, and changes within the industry. CTS KGaA does not provide any guarantee or accept any liability or responsibility for any divergence between future developments and actual results, on the one hand, and the assumptions and estimates expressed in this Group quarterly statement. CTS KGaA has no intention and undertakes no obligation to update forward-looking statements in order to adjust them to actual events or developments occurring after the date of this report.

The German version of the Group quarterly statement takes priority over the English translation in the event of any discrepancies. Both language versions can be downloaded at corporate.eventim.de.

CONTACT:

CTS Eventim AG & Co. KGaA
Contrescarpe 75 A
28195 Bremen
Tel.: +49 (0) 421 / 36 66 - 0
Fax: +49 (0) 421 / 36 66 - 2 90

www.eventim.de
investor@eventim.de

PUBLISHERS’ NOTES
PUBLISHED BY:

CTS Eventim AG & Co. KGaA
Contrescarpe 75 A
28195 Bremen
Tel.: +49 (0) 421 / 36 66 - 0
Fax: +49 (0) 421 / 36 66 - 2 90

EDITORIAL OFFICE:

CTS Eventim AG & Co. KGaA

ARTWORK:

delta design

deltadesign amsterdam
www.deltadesign-amsterdam.com