

Quarterly Report Q1
Financial Year 2020 / 2021



Vision Competence For Automation Excellence

ISRA VISION AG: First quarter of financial year 2020/2021 – COVID-19 pandemic impact continues

ISRA has to face further challenging market conditions – decline in revenues and earnings in the first three months – incoming orders at the beginning of Q2 indicate a recovery at low level

- Revenues of 25.9 million euros (Q1 19/20: 33.1 million euros)
- Profit margins:
(Unless stated otherwise, the EBITDA, EBIT and EBT figures included in this document are adjusted for one-time transaction costs).
 - EBITDA margin at 34% of revenues and 29% of total output (Q1 19/20: 37% and 32%)
 - EBIT margin at 14% of revenues and 12% of total output (Q1 19/20: 20% and 18%)
 - EBT margin at 14% of revenues and 12% of total output (Q1 19/20: 20% and 18%)
- Gross margin at 58% of revenues (Q1 19/20: 57%) and 65% of total output (Q1 19/20: 64%)
- Operating cash flow improved to 1.7 million euros (Q1 19/20: -4.3 million euros)
- Order backlog currently at 86 million euros gross (Q1 19/20: 89 million euros gross)
- Incoming orders in Q2 indicate a slight recovery
- Atlas Copco expands Machine Vision business by acquiring Perceptron
- Outlook: Revenues and earnings development for the current fiscal year depends on further course of the pandemic

In short form

(in €k)	FY 2020/2021 3 months		FY 2019/2020 3 months		Change
Revenues	25,941	84 % *	33,060	88 % *	-22%
Gross profit	20,012	65 % *	24,124	64 % *	-17%
EBITDA	8,832	29 % *	12,175	32 % *	-27%
EBIT	3,720	12 % *	6,719	18 % *	-45%
EBT	3,603	12 % *	6,604	18 % *	-45%
Net profit	2,358	8 % *	4,853	13 % *	-51%
Earnings per share after taxes	0.11		0.22		-50 %

* In relation to total output

Business activity

ISRA VISION AG (ISIN DE 0005488100), one of the top global companies in the field of industrial image processing (Machine Vision) and one of the world's leading providers of surface inspection and 3D Machine Vision applications, will publish its quarterly figures for the first three months of its financial year 2020/2021 on March 1, 2021.

At the beginning of the new financial year 2020/2021, the business development continues to be clearly affected by the COVID-19 pandemic. Due to the global economic effects, ISRA posted revenues of 25.9 million euros in the first quarter of financial year 2020/2021 (Q1 19/20: 33.1 million euros), a decline of nearly 22 percent. The EBT amounts to 3.6 million euros (Q1 19/20: 6.6 million euros). Earnings per share (EPS) after taxes amounted to 0.11 euros (Q1 19/20: 0.22 euros).

Regions and segments

With more than 25 sites worldwide, strong global positioning, the continuous expansion of market shares in the relevant industries, ISRA continues to be well positioned despite challenging markets. In the reporting period, the impact of the COVID 19 pandemic varied across regions and customer industries. Europe is still significantly affected by the pandemic, the decline in revenues in the European markets compared to other regions was thus higher, whereas revenues in the Asian markets were only marginally lower compared to the same period of the previous year. Business with American customers was declined. In current pandemic conditions, it is difficult to predict when and to what extent the European and American markets will recover. The company expects the situation in Asia to continue to ease and hopes for an recovery of individual customer industries in Europe in the course of the next quarter.

The Industrial Automation segment, whose customer base includes in particular well-known premium manufacturers from the automotive sector, as well as global players from a wide range of industries, recorded revenues of 5.4 million euros in the first three months of the financial year (Q1 19/20: 8.4 million euros). EBIT amounted to 0.9 million euros (Q1 19/20: 1.8 million euros) with an EBIT margin of 13 percent of total output (Q1 19/20: 18%).

Revenues in the Surface Vision segment in the first three months of 2020/2021 totaled 20.5 million euros (Q1 19/20: 24.7 million euros). EBIT amounted to 2.8 million euros (Q1 19/20: 4.9 million euros), with an EBIT margin of 12% of total output (Q1 19/20: 18%).

The Glass and Metal Inspection business units recorded revenue declines in the reporting period, however the increasing order intake momentum suggests a slight recovery in the coming months. Business with customers in the Advanced Materials area fell slightly short of the previous year's figures - here, too, in the meantime, an increase in demand has been recorded. In the Paper and Print segments, the company continues to focus on high-growth customer industries such as the packaging industry following the implemented design-to-cost measures. ISRA recorded a significant increase in revenues in the Solar business unit in consequence of several large orders from China. In the niche market Security, revenues also increased compared to the same period of the previous year.

The company will expand its customer support and service business, even in the current difficult global economic situation, and plans to increase the contribution of service revenues to total revenues at a disproportionately high rate in the medium term by offering a diversified range of products and services.

Revenue and profit situation

ISRA recorded a decline in revenues of minus 22 percent to 25.9 million euros in the first three months of the financial year (Q1 19/20: 33.1 million euros). Total operating revenue amounted to 30.8 million euros (Q1 19/20: 37.7 million euros), while production costs were 10.8 million euros (Q1 19/20: 13.6 million euros). The gross margin rose to 65 percent of total output (Q1 19/20: 64%) and to 58 percent of revenues (Q1 19/20: 57%).

The company invested 5.3 million euros (Q1 19/20: 5.2 million euros) in research and development in the first quarter of the financial year, which represents 17 percent of its total output (Q1 19/20: 14%). Sales and marketing expenses were reduced to 5.2 million euros (Q1 19/20: 6.1 million euros), resulting in a ratio of 17 percent of total output (Q1 19/20: 16%). Administrative expenses also declined slightly to 1.0 million euros (Q1 19/20: 1.2 million euros), resulting in a ratio of 3 percent of total output.

EBITDA (earnings before interest, taxes, depreciation and amortization) amounted to 8.8 million euros (Q1 19/20: 12.2 million euros), the EBITDA margin was 34 percent of sales (Q1 19/20: 37%) and 29 percent of total output (Q1 19/20: 32%). EBIT (earnings before interest and taxes) amounted to 3.7 million euros (Q1 19/20: 6.7 million euros), with the EBIT margin corresponding to 14 percent of revenues (Q1 19/20: 20%) and 12 percent of total output (Q1 19/20: 18%). EBT (earnings before taxes) amounted to 3.6 million euros (Q1 19/20: 6.6 million euros), corresponding to an EBT margin of 14 percent of revenues (Q1 19/20: 20%) and 12 percent of total output (Q1 19/20: 18%). Consolidated net income after taxes and minority interests amounted to 2.4 million euros in the first quarter of 2020/2021 (Q1 19/20: 4.9 million euros). Earnings per share after taxes amounted to 0.11 euros (Q1 19/20: 0.22 euros).

Liquidity and asset situation

In preparation for major orders currently being finalized, inventories included in the balance sheet increased to 53.5 million euros (September 30, 2020: 50.1 million euros). Trade receivables stood at 97.2 million euros (September 30, 2020: 103.8 million euros). These include system deliveries already invoiced of 47.2 million euros (September 30, 2020: 54.5 million euros) and contract assets recognized in accordance with IFRS 15 of 50.0 million euros (September 30, 2020: 49.3 million euros). The Consolidated Statement of Financial Position reports total assets of 347.2 million euros at the end of the first quarter of financial year 2020/2021 (September 30, 2020: 352.0 million euros). Overall, current assets stood at 190.0 million euros (September 30, 2020: 196.7 million euros), while non-current assets amounted to 157.6 million euros (September 30, 2020: 155.3 million euros).

On the liabilities side of the balance sheet, trade accounts payable amounted to 10.3 million euros as of December 31, 2020 (September 30, 2020: 16.6 million euros). Current financial liabilities to banks and credit institutions amounted to 40.9 million euros (September 30, 2020: 38.0 million euros), while other financial liabilities totaled 12.1 million euros (September 30, 2020: 14.2 million euros). As of December 31, 2020, there were no non-current liabilities to banks, as was already the case as of September 30, 2020; tax liabilities decreased to 7.4 million euros (September 30, 2020: 8.3 million euros).

Cash flow from operating activities in the period under review increased to 1.7 million euros (Q1 19/20: -4.3 million euros). 5.5 million euros were spent on investments in the first quarter 2020/2021 (Q1 19/20: 5.0 million euros). Cash flow from financing activities amounted to 2.2 million euros (Q1 19/20: 0.0 million euros). With equity rising to 219.6 million euros (September 30, 2020: 218.1 million euros) and an equity ratio that improved by one percentage point to 63 percent (September 30, 2020: 62%), as well as the free credit lines, the company continues to have a good capital base to achieve future growth.

Employees & Management

During the first three months of financial year 2020/2021, ISRA employed an average of 802 people at more than 25 global sites (Q1 19/20: 814). At the end of the first quarter on December 31, 2020, the company had a total of 827 employees. Of these, approximately 47 percent worked in the areas of production and engineering, approximately 21 percent in marketing and sales and 21 percent of the employees in research and development. The share of employees working in administration was around 11 percent. In geographical terms, just under 70 percent of employees were based in Europe, around 20 percent worked in Asia and around 10 percent in North and South America.

Motivated and qualified teams form an important basis for the global success of the company. ISRA's personnel strategy therefore places particularly high importance on well-trained as well as socially and interdisciplinarily competent employees. These characteristics are promoted by a broad package of services for training and further education in order to enable employees to continuously develop professionally and personally.

With Tomas Lundin, ISRA integrated an experienced manager from the Atlas Copco rows in October last year. As a new member of the Executive Board, he will support the company in particular in the expansion of the Smart Factory Automation segment and force the cooperation of ISRA with the various Atlas Copco companies.

Trade Fairs and International Markets

Leading international trade fairs, conferences and workshops are an efficient way for ISRA to address specific industries and regions. They offer an effective way to place products and technological innovations in the market. Due to the COVID-19 pandemic, it was barely possible to hold or participate in face-to-face events in the reporting period as in previous years. ISRA only participated in the C-Touch in Shenzhen, an international trade fair and conference for touchscreens, in November 2020. Alternatively, the company has participated in various virtual formats of well-known trade fairs and offered a wide range of specialized webinars for the individual market and customer segments in the reporting period.

In the current situation, ISRA benefits particularly from the targeted establishment and expansion of digital marketing. Current and potential new customers are informed about innovations in a targeted and individual manner via digital channels. Virtual product presentations, online expert discussions and webinars are important tools to place product innovations on the market in the current situation and to remain in or enter into contact with customers. For the period after the pandemic restrictions, the management plans to further expand and use more intensively the digital marketing channels in addition to the physical presence at the international trade fairs and the resumption of customer workshops.

Research and development

Research and development are an important basis for innovations and thus the prerequisite for the future growth of ISRA. This also applies to economically difficult times, as currently caused by the global COVID-19 pandemic. ISRA continuously invests in research and development in order to be able to expand its product offerings for current as well as new customers and to be able to develop new applications for potential markets.

In the first three months of financial year 2020/2021, the company invested 5.3 million euros (Q1 19/20: 5.2 million euros), approximately 17 percent of its total output, in research and development.

Through the gradual further development of established products that are successful on the market, ISRA is targeting both follow-up and replacement investments as well as the initial equipment of new factories and production lines for established applications. Thus, in the area of surface inspection and precision measurement technology, the focus is on improving the resolution and inspection speed, and in the area of Robot Vision, the focus is on higher speeds and shorter cycle times. The improved performance capabilities of the new system generations, combined with a consistent design-to-cost approach, enable optimal pricing for customers and consequently a high return on investment.

In addition, the application portfolio in the individual target industries is being expanded on the basis of current technologies for the purpose of growth and diversification of sales. The goal is to configure current standard modules from camera technology, lighting and sensor technology together with existing software modules for new applications with similar requirements and thus to exploit synergies in R&D. This will enable short time-to-market and rapid ramp-up in new markets such as the inspection of separators and electrodes for battery cells, quality control of coated glasses or edge inspection of semiconductor wafers.

The strategic partnership with Atlas Copco creates additional growth potentials. The expected synergies relate on the one hand to joint sales activities aimed at being able to sell current ISRA solutions to Atlas Copco customers with whom ISRA has had little or no business to date, and on the other hand to the indirect sale of ISRA technologies through integration into Atlas Copco products. Since December 2020, also Perceptron, Inc., a world's leading provider of automated 3D metrology solutions and coordinate measuring machines, is part of the Atlas Copco Group and will strengthen the Machine Vision portfolio in the area of Smart Factory Automation in future.

The ISRA Share

After ISRA entered into a strategic partnership with the Atlas Copco Group (Atlas Copco) in 2020, which was initiated by means of a public offer by Atlas Copco to acquire all ISRA shares at a price of 50.00 euros per share on February 10, 2020, and implemented on June 24, 2020, ISRA shareholders resolved in the context of an Extraordinary General Meeting on December 15, 2020 a squeeze-out under conversion law with transfer of all outstanding ISRA shares (7.81 %) to Atlas Copco Germany Holding AG against the granting of appropriate cash compensation and the merger of ISRA VISION AG into Atlas Copco Germany Holding AG. The resolution and consequently the transfer of all ISRA shares to Atlas Copco Germany Holding AG and the merger of ISRA VISION AG into Atlas Copco Germany Holding AG will become effective upon entry in the Commercial Register of ISRA VISION AG and Atlas Copco Germany Holding AG, which has not yet taken place at the time of preparation of this report.

Outlook

The following outlook describes the expectations and plans of the management for ISRA as an independent Group. As soon as the merger of ISRA VISION AG into Atlas Copco Germany Holding AG, which was resolved by the Extraordinary General Meeting on December 15, 2020, becomes effective, these assumptions may not apply or may no longer apply in full. As long as the merger does not yet take effect, and provided that the global general conditions develop positively and the expected successes in containing the COVID-19 pandemic are confirmed, ISRA's management plans to return to low, double-digit growth rates in revenues and earnings for the full financial year 2020/2021. In view of the only gradual recovery of the international markets, the level of the realizable profitable growth will depend on the actual development during the next months. The level may range between low double-digit percentage growth and even more modest growth, with planning focusing on the former. Based on the high level of the margin in the years prior to financial year 2019/2020, comparably high margins should result from growth in the lower double-digit range.

Consolidated Total Operating Revenue EBITDA-EBIT Statement ^{1) 3)}

from October 01, 2020 to December 31, 2020 in €k

(in €k)	FY 2020/2021 3 months (Oct. 01, 20 - Dec. 31, 20)	FY 2019/2020 3 months (Oct. 01, 19 - Dec. 31, 19)
Net sales	25,941	84 %
Capitalized work	4,865	16 %
Total output	30,807	100 %
Cost of materials	5,365	17 %
Cost of labour excluding depreciation	5,429	18 %
Cost of production excluding depreciation	10,794	35 %
Gross profit	20,012	65 %
Research and development Total	5,348	17 %
Sales and marketing costs	5,168	17 %
Administration	950	3 %
Sales and administration costs excluding depreciation	6,119	20 %
Other revenues	287	1 %
EBITDA before transaction costs	8,832	29 %
Depreciation and amortization	5,112	17 %
Total costs	16,579	54 %
EBIT before transaction costs	3,720	12 %
Interest income	8	0 %
Interest expenses	-124	0 %
EBT before transaction costs	3,603	12 %
Transaction costs	-138	0 %
EBT	3,466	11 %
Income taxes	1,107	4 %
Consolidated net profit	2,358	8 %
Of which accounted to non-controlling shareholders	7	0 %
Of which accounted to shareholders of ISRA VISION AG	2,351	8 %
Earnings per share in € before income taxes ²⁾	0.16	0.30
Earnings per share in € ²⁾	0.11	0.22
Shares issued ⁴⁾	21,886,744	21,886,744

¹⁾ According to IFRS/IAS unaudited

²⁾ Per-share result undiluted and diluted

³⁾ This pro forma statement is an additional presentation based on the comprehensive presentation given in previous years and not part of the IFRS consolidated financial statements.

⁴⁾ Weighted number of shares

ISRA VISION AG voluntarily publishes a pro forma consolidated total operating revenue EBITDA-EBIT statement typical for the industry oriented to the cost-summary method. The key differences between the cost of sales method and the pro forma consolidated total operating revenue EBITDA-EBIT statement are as follows: Profit margins increase because they are now associated with net sales instead of total output (net sales plus capitalized work). Capitalized work no longer appears in the cost of sales method and is assigned to the R&D functional area. Depreciation and amortization is now spread over the relevant functional areas. The EBIT earnings and the EBT earnings of the pro forma consolidated total operating revenue EBITDA-EBIT statement do not deviate from the consolidated income statement, which corresponds to IFRS.

Consolidated Income Statement ^{1) 3)}

from October 01, 2020 to December 31, 2020 in €k

(in €k)	FY 2020/2021 3 months (Oct. 01, 20 - Dec. 31, 20)	FY 2019/2020 3 months (Oct. 01, 19 - Dec. 31, 19)
Net sales	25,941	100 %
Cost of sales	11,002	42 %
Gross operating result (gross profit)	14,939	58 %
Research and development	4,794	18 %
Total costs	5,348	21 %
Depreciation and amortization	4,385	17 %
Grants	-74	0 %
Capitalized work	-4,865	-19 %
Sales and marketing costs	5,607	22 %
Administration	1,031	4 %
Sales and administration costs	6,639	26 %
Other revenues	213	1 %
Interest income	8	0 %
Interest expenses	-124	0 %
Earnings before taxes (EBT)	3,603	14 %
Income taxes	1,107	4 %
Consolidated net profit	2,358	9 %
Of which accounted to shareholders of ISRA VISION AG	2,351	9 %
Of which accounted to non-controlling shareholders	7	0 %
Earnings per share in € before income taxes ²⁾	0.16	0.30
Earnings per share in € ²⁾	0.11	0.22
Shares issued ⁴⁾	21,886,744	21,886,744

¹⁾ According to IFRS/IAS unaudited

²⁾ Per-share result undiluted and diluted

³⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

⁴⁾ Weighted number of shares

Consolidated Group Balance Sheet ²⁾

at December 31, 2020 in €k

(in €k)	Dec. 31, 2020 ¹⁾	Sep. 30, 2020
ASSETS		
Assets		
Short-term assets		
Inventories	53,502	50,075
Trade receivables	47,154	54,495
Contract asset	50,027	49,308
Cash and cash equivalents	32,608	35,083
Financial assets	3,502	2,182
Other receivables	956	3,523
Income tax receivables	1,912	2,017
Total short-term assets	189,662	196,683
Long-term assets		
Intangible assets	134,946	134,089
Tangible assets	12,131	12,125
Shareholdings in associated companies	0	0
Righ-of-use assets	5,970	7,074
Financial assets	1,360	1,356
Deferred tax claims	3,160	651
Total long-term assets	157,567	155,295
Total assets	347,229	351,978
EQUITY AND LIABILITIES		
Short-term liabilities		
Trade payables	10,302	16,583
Financial liabilities to banks	40,947	37,964
Other financial liabilities	12,103	14,192
Other accruals	837	804
Income tax liabilities	7,391	8,277
Other liabilities	3,319	2,757
Lease liabilities	1,867	2,149
Total short-term liabilities	76,766	82,725
Long-term liabilities		
Deferred tax liabilities	41,733	41,551
Lease liabilities	4,169	5,053
Pension provisions	4,913	4,537
Total long-term liabilities	50,814	51,140
Total liabilities	127,580	133,866
Equity		
Issued capital	21,914	21,914
Capital reserves	21,111	21,111
Own shares	-233	-233
Other comprehensive income	-2,734	-1,912
Profit brought forward	175,651	166,225
Net profit accounted to the shareholders of ISRA VISION AG	2,351	9,426
Share of equity capital held by ISRA VISION AG shareholders	218,061	216,531
Equity capital accounted to non-controlling shareholders	1,589	1,582
Total equity	219,650	218,113
Total equity and liabilities	347,229	351,978

¹⁾ according to IFRS/IAS unaudited

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

Consolidated Cash Flow Statement^{1) 2)}

from October 01, 2020 to December 31, 2020 in €k

(in €k)	Oct 01, 2020 - Dec 31, 2020	Oct 01, 2019 - Dec 31, 2019
Consolidated net profit	2,358	4,853
Income tax payments	- 1,061	- 1,661
Changes in deferred tax assets and liabilities	- 2,327	- 757
Changes in accruals	408	- 180
Depreciation of tangible and intangible assets	4,548	5,457
Depreciation of leasing rights of use	565	0
Changes in inventories	- 3,427	- 4,479
Changes in trade receivables and other assets	7,970	6,258
Changes in trade payables and other liabilities	- 7,440	- 13,846
Financial result	116	115
Other non-cash changes	0	- 39
Cash flow from operating activities	1,711	- 4,278
Payments for investments in tangible assets	- 529	- 260
Payments for investments in intangible assets	- 5,003	- 4,772
Company acquisition	0	0
Cash flow from investment activities	- 5,531	- 5,032
Payments to company owners through acquisition of own shares	0	0
Dividend payouts	0	0
Deposits from the assumption of financial liabilities	2,982	94
Repayments of financial liabilities	0	0
Interest income	8	38
Interest payments	- 124	- 152
Interest payments for leasing liabilities	- 35	0
Repayment of leasing liabilities	- 663	0
Cash flow from financing activities	2,168	- 21
Exchange rate-based value changes of the financial resources	- 821	- 858
Change of financial resources	- 2,475	- 10,189
Net cash flow		
Financial resources on 30.09.2019 / 30.09.2018	35,083	39,890
Financial resources on 31.12.2019 / 31.12.2018	32,608	29,702

¹⁾ According to IFRS/IAS unaudited

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) of the International Accounting Standards Boards (IASB). In the year under review the IFRS and SICs which must compulsorily be applied were followed.

Consolidated Statement of Changes in Equity ^{1) 2)}

from October 01, 2020 to December 31, 2020 in €k

(in €k)	Issued capital	Capital reserves	Own shares	Other not-income-affecting changes in equity	Profit brought forward	Net profit of the period	Equity of share-holders ISRA VISION AG	Accoumed to non-controlling share-holders	Equity
As of Sep. 30, 2020	21,914	21,111	-233	-1,912	166,225	9,426	216,531	1,582	218,113
Profit brought forward	0	0	0	0	9,426	-9,426	0	0	0
Capital increase (conversion of capital reserve due to stock split)	0	0	0	0	0	0	0	0	0
Acquisition of own shares	0	0	0	0	0	0	0	0	0
Sales of own shares	0	0	0	0	0	0	0	0	0
Payout	0	0	0	0	0	0	0	0	0
Changes in shares of non-controlling shareholders	0	0	0	0	0	0	0	0	0
Overall earnings	0	0	0	-821	0	2,351	1,530	7	1,537
As of Dec. 31, 2020	21,914	21,111	-233	-2,734	175,651	2,351	218,061	1,589	219,650

¹⁾ According to IFRS/IAS unaudited

²⁾ The Company's annual consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS/IASs and SICs which must compulsorily be applied were followed.

Consolidated Statement of Changes in Equity ^{1) 2)}

from October 01, 2019 to December 31, 2019 in €k

(in €k)	Issued capital	Capital reserves	Own shares	Other not-income-affecting changes in equity	Profit brought forward	Net profit of the period	Equity of share-holders ISRA VISION AG	Accoumed to non-controlling shareholders	Equity
As of Sep. 30, 2019	21,914	21,111	-233	253	147,557	22,560	213,163	1,554	214,717
Profit brought forward	0	0	0	0	22,560	-22,560	0	0	0
Capital increase (conversion of capital reserve due to stock split)	0	0	0	0	0	0	0	0	0
Acquisition of own shares	0	0	0	0	0	0	0	0	0
Sales of own shares	0	0	0	0	0	0	0	0	0
Payout	0	0	0	0	0	0	0	0	0
Changes in Shares of non-controlling shareholders	0	0	0	0	0	0	0	0	0
Overall earnings	0	0	0	-858	0	4,819	3,961	35	3,996
As of Dec. 31, 2019	21,914	21,111	-233	-605	170,118	4,819	217,124	1,589	218,713

¹⁾ According to IFRS/IAS unaudited

²⁾ The Company's annual consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS/IASs and SICs which must compulsorily be applied were followed.

Segment Reporting by Division ^{1) 2)}

for selected positions of the consolidated income statement in €k

(in €k)	Industrial Automation Division		Surface Vision Division	
	Oct. 01, 2020 - Dec. 31, 2020	Oct. 01, 2019 - Dec. 31, 2019	Oct. 01, 2020 - Dec. 31, 2020	Oct. 01, 2019 - Dec. 31, 2019
Revenues	5,445	8,390	20,497	24,670
EBIT	942	1,804	2,778	4,915

¹⁾ According to IFRS/IAS unaudited

²⁾ The Company's quarterly consolidated financial statements were prepared in accordance with the International Accounting Standards (IASs) of the International Accounting Standards Board (IASB). In the year under review the IFRS / IASs and SICs which must compulsorily be applied were followed.

Basic accounting and valuation methods

The Company's quarterly consolidated financial statements were prepared in line with the International Financial Reporting Standards (IFRSs) of the International Accounting Standards Board (IASB). In the year under review the IFRSs and SICs which must compulsorily be applied were followed.

Darmstadt, March 01, 2021

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