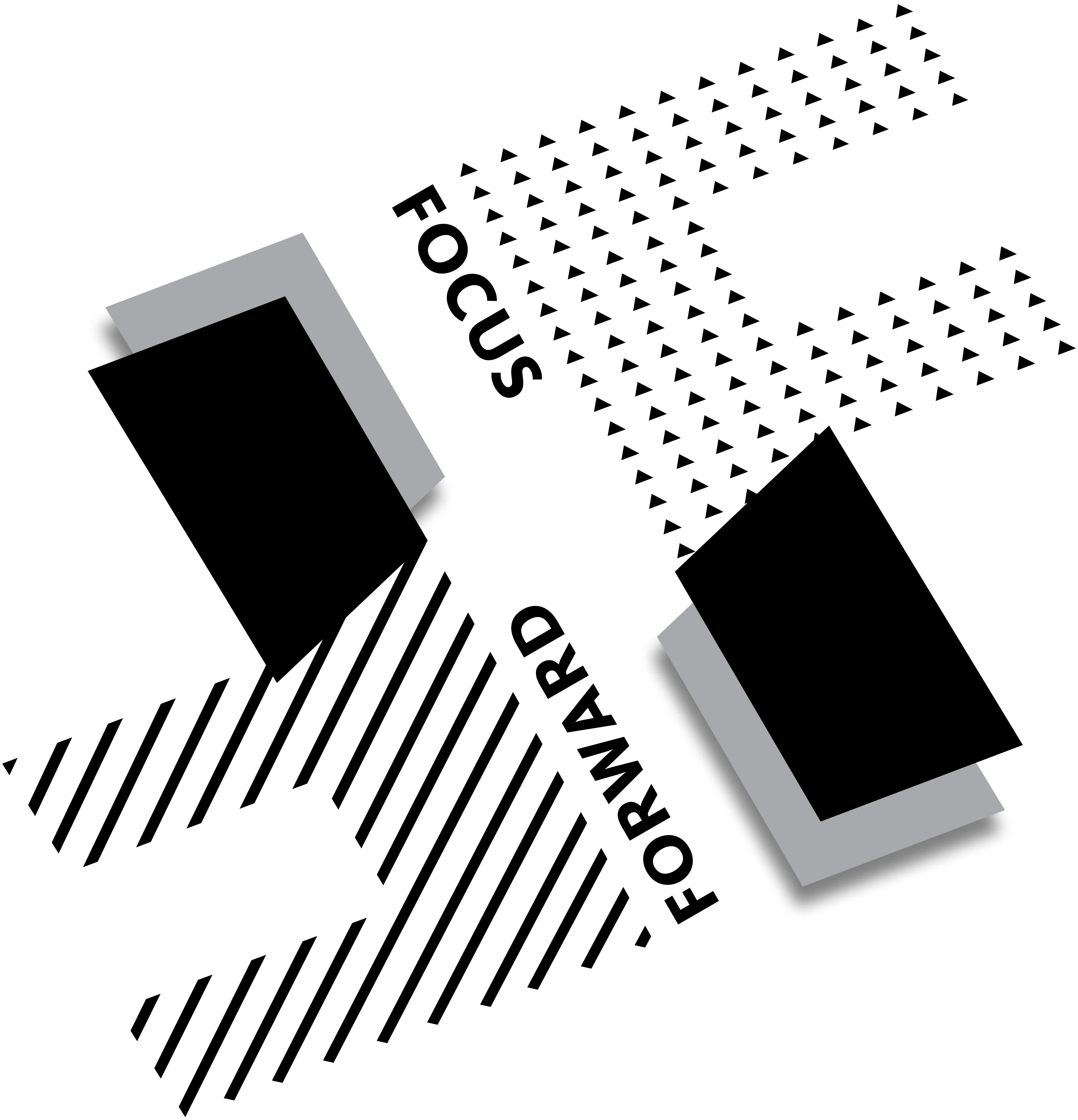
Financial Statements of
Aurubis AG
2019/20



Aurubis
Metals for Progress

The Management Report of Aurubis AG is combined with the Management Report of the Aurubis Group in accordance with Section 315 (3) of the German Commercial Code (HGB) and is presented in the Aurubis Group's Annual Report.

The annual financial statements and the Combined Management Report of Aurubis AG for fiscal year 2019/20 are published in the electronic Federal Gazette (Bundesanzeiger).

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Balance Sheet

as at September 30

Assets

in € thousand	Note	9/30/2020	9/30/2019
Fixed assets			
Purchased concessions, industrial property rights, and similar rights and assets, and licenses for such rights and assets		97,557	101,514
Goodwill		0	0
Payments on account		4,212	7,110
Intangible assets		**101,769**	**108,624**
Land and buildings		193,986	189,952
Technical equipment and machinery		260,916	229,166
Other equipment, factory and office equipment		31,170	27,884
Payments on account and assets under construction		83,182	91,061
Property, plant, and equipment		**569,254**	**538,063**
Share interests in affiliated companies		1,738,894	1,493,700
Investments		2	2
Securities classified as fixed assets		25,457	11,243
Other loans		5	9
Financial fixed assets		**1,764,358**	**1,504,954**
	1	**2,435,381**	**2,151,641**
Current assets			
Raw materials and supplies		257,198	224,907
Work in process		451,171	479,679
Finished goods, merchandise		157,345	110,338
Payments on account		0	24
Inventories	2	**865,714**	**814,948**
Trade accounts receivable		310,514	256,753
Receivables from affiliated companies		342,133	330,128
Receivables from companies in which investments are held		133	274
Other assets		18,767	44,355
Receivables and other assets	3	**671,547**	**631,510**
Cash and bank balances	4	**453,398**	**411,552**
		1,990,659	**1,858,010**
Prepaid expenses and deferred charges		**833**	**552**
Total assets		**4,426,873**	**4,010,203**

Equity and liabilities

in € thousand	Note	9/30/2020	9/30/2019
Equity			
Issued capital			
Subscribed capital – Conditional capital € 57,545 thousand (previous year: € 57,545 thousand)		115,089	115,089
Less nominal value of treasury shares		-2,501	0
		112,588	**115,089**
Additional paid-in capital		**349,086**	**349,086**
Revenue reserves			
Legal reserve		6,391	6,391
Other revenue reserves		1,016,818	967,394
Unappropriated earnings		**159,701**	**127,591**
	5	**1,644,584**	**1,565,551**
Provisions and accrued liabilities			
Pension provisions and similar obligations		152,774	176,637
Provisions for taxes		8,593	8,906
Other provisions and accruals		174,706	125,057
	6	**336,073**	**310,600**
Liabilities			
Bank borrowings – of which with a residual term up to one year: € 13,859 thousand (previous year: € 150,483 thousand)		517,613	267,327
Advance payments received on orders – of which with a residual term up to one year: € 2,535 thousand (previous year: € 2,984 thousand)		2,535	2,984
Trade accounts payable – of which with a residual term up to one year: € 596,974 thousand (previous year: € 530,109 thousand)		596,974	530,109
Payables to affiliated companies – of which with a residual term up to one year: € 455,207 thousand (previous year: € 476,042 thousand)		1,309,157	1,316,992
Other liabilities – of which for taxes: € 4,566 thousand (previous year: € 4,147 thousand) – of which for social security obligations: € 7,036 thousand (previous year: € 4,561 thousand) – of which with a residual term up to one year: € 18,000 thousand (previous year: € 15,522 thousand)		18,000	15,522
	7	**2,444,279**	**2,132,934**
Deferred income		**1,937**	**1,118**
Total equity and liabilities		**4,426,873**	**4,010,203**

Income Statement

for the period from October 1 to September 30

in € thousand	Note	2019/20	2018/19
Revenues	10	**9,005,024**	**8,199,877**
Increase in inventories of finished goods and work in process		16,790	62,993
Own work capitalized	11	6,750	15,636
Other operating income	12	50,163	52,077
Cost of materials:	13		
a) Cost of raw materials, supplies, and merchandise		8,198,677	7,484,976
b) Cost of purchased services		281,885	288,587
		8,480,562	**7,773,563**
Personnel expenses:	14		
a) Wages and salaries		264,938	221,302
b) Social security contributions, pension and other benefit expenses – of which for pensions: € -22,687 thousand (previous year: € 3,451 thousand)		17,392	43,628
		282,330	**264,930**
Depreciation of property, plant, and equipment and amortization of intangible assets	15	59,745	53,098
Other operating expenses	16	148,535	132,210
Income from investments and write-ups of share interests in affiliated companies – of which from affiliated companies: € 130,244 thousand (previous year: € 98,803 thousand)	17	130,244	98,803
Income from other securities and loans classified as financial fixed assets	18	1	402
Other interest and similar income – of which from affiliated companies: € 6,107 thousand (previous year: € 8,681 thousand)	19	11,351	10,472
Write-downs of financial assets and securities classified as current assets	20	15,122	18,663
Interest and similar expenses – of which to affiliated companies: € 2,938 thousand (previous year: € 3,784 thousand)	21	21,729	40,924
Income taxes	22	34,592	31,074
Earnings after income taxes		**177,708**	**125,798**
Other taxes		1,202	1,052
Net income for the year		**176,506**	**124,746**
Profit brought forward from the prior year		71,395	65,145
Allocations to other revenue reserves		88,200	62,300
Unappropriated earnings		**159,701**	**127,591**

Notes to the Financial Statements

General Disclosures

The financial statements of Aurubis AG, Hamburg, for the fiscal year from October 1, 2019 to September 30, 2020 have been prepared in accordance with the requirements of the German Commercial Code (Handelsgesetzbuch, HGB) for large corporations and the relevant provisions of the German Stock Corporation Act (Aktiengesetz, AktG) and are prepared in thousands of euros. The income statement has been prepared using the nature of expense format.

The annual financial statements of Aurubis AG, the Aurubis consolidated financial statements, and the Combined Management Report for Aurubis AG and the Aurubis Group for fiscal year 2019/20 have been published together with the report of the Supervisory Board and the suggested appropriation of earnings in the Federal Gazette (Bundesanzeiger) at www.bundesanzeiger.de. The declaration required under Section 161 of the German Stock Corporation Act (AktG) has been issued by the Executive Board and the Supervisory Board and has been made permanently accessible to the shareholders on the company's website.

Aurubis AG, headquartered in Hamburg, Germany, is registered with the District Court of Hamburg under Commercial Register number HR B No. 1775.

Accounting Policies

FIXED ASSETS

Intangible assets are recognized at their costs of acquisition or generation and are amortized on a scheduled pro rata temporis basis. The costs of generation include directly allocable costs and a proportionate share of overheads. Scheduled amorization is charged on a straight-line basis over their expected useful lives of between three and eight years.

Property, plant, and equipment are measured at acquisition or construction cost. The construction cost of self-constructed assets includes directly allocable costs and a proportionate share of overheads. Movable fixed assets are generally depreciated on a straight-line basis over their normal operational useful lives.

The following useful lives were mainly applied:

Buildings	25 to 40 years
Site installations	10 to 25 years
Technical equipment and machinery	5 to 20 years
Factory and office equipment	3 to 20 years

Based on tax regulations, assets costing individually up to € 250 are fully depreciated in the year of acquisition. A collective item has been set up for low-value assets with individual acquisition or construction costs of between € 250 and € 1,000. This collective item is depreciated on a straight-line basis over a period of five years. Impairment losses are recorded if assets need to be recognized at a lower value. Spare parts and maintenance equipment assets that are used for longer than one period are recorded as items of property, plant, and equipment.

Financial fixed assets are stated at acquisition cost or their lower fair value. Rights under pension liability insurance policies for Executive Board members are netted with the provisions for pension entitlement.

CURRENT ASSETS

Inventories are measured at acquisition/production cost or at current market values as at the balance sheet date, if lower. Production cost includes all direct costs attributable to the production process, as well as a systematically allocated share of the production-related overheads.

The acquisition costs of copper concentrates and raw materials for recycling are calculated by deducting the treatment and refining charges negotiated with the supplier from the purchase price of the metal. Treatment and refining charges are fees typical for the industry that are charged for processing ore concentrates and raw materials for recycling into copper and precious metals.

Work in process is measured by initially measuring the metal content. The equivalent cost of the processing that is still required for production of the fine metal is deducted from this figure. In this manner, the costs incurred during the production process are successively recognized as a component of the total production cost. This procedure applies to metal production.

In the case of copper products, both the metal components and the costs incurred for further processing the copper into special formats – such as wire rod, shapes, and rolled products – are taken into consideration for the measurement of finished goods by applying a calculated surcharge.

Metal inventories are accounted for using the LIFO method.

Receivables and other assets are generally recognized at their nominal value. Aurubis monitors all risks associated with receivables. If circumstances become known which lead to a conclusion that any particular receivables are subject to risks that exceed the normal credit risk, then such risks are taken into account by Aurubis by setting up specific and general allowances.

Emission rights that have been allocated without payment are recognized at a pro memoria value.

Cash and bank balances are accounted for at their nominal values.

Expenditures incurred before the balance sheet date that represent expenses for a definite period after this date are recognized as **prepaid expenses and deferred charges**.

SUBSCRIBED CAPITAL

The subscribed capital is accounted for at nominal value.

The nominal value of the acquired shares is openly deducted from the subscribed capital in the balance sheet. The difference between the nominal value and the acquisition costs of the treasury shares has been offset against the other revenue reserves. Expenses that represent incidental acquisition costs are included in the expenses for the fiscal year.

PROVISIONS AND LIABILITIES

Aurubis AG's **pension obligations** deriving from entitlements and current pensions are calculated at the present value of their settlement amounts by applying the projected unit credit method, using an interest rate of 2.42 % and the "Heubeck-Richttafeln 2018 G" mortality tables from Heubeck AG. The interest rate is based on the average market interest rate for the past 10 years, assuming a residual term of 15 years, as published by the German Federal Bank. Expected future increases in pensions and remuneration of 1.6 % p.a. and 2.75 % p.a., respectively, were also taken into account, as well as a fluctuation probability of 0 % to 10 %, depending on the age structure.

Pensions are provided to a great extent through pension and support funds whose assets may solely be utilized to satisfy Aurubis AG's pension obligations. Both the pension and support funds receive allocations, as permitted by German tax regulations. Provisions have been set up to cover the unfunded portion of these fund obligations. The same calculation parameters were used for this purpose as were used for the other pension provisions. In determining the provision, the securities held as fund assets are recognized at current market value and leased property is valued by applying a capitalized earnings procedure.

Reinsurance arrangements with life insurance companies exist for the defined contribution plans of the Executive Board members. These are considered to be asset coverage for the related obligations and are measured at fair value. The fair value of the life insurance policies corresponds to the value of the assets for tax purposes.

The company pension plan was converted to the form of a defined contribution plan for employees hired after September 29, 2003. Since then, processing has been carried out by an external pension fund and an insurance company.

The **other provisions and accruals** cover all identifiable risks and uncertain obligations, including potentially onerous transactions; they are recognized in the balance sheet with their settlement amount pursuant to Section 253 (1) sentence 2 clause 2 of the German Commercial Code (HGB). Provisions with a residual term of more than one year were discounted pursuant to Section 253 (2) sentence 1 of the German Commercial Code (HGB) in conjunction with Section 253 (2) sentences 4 and 5 of the German Commercial Code (HGB), applying an average interest rate for the past seven fiscal years, as published by the German Federal Bank. For further information concerning the measurement of anniversary provisions and provisions for transitional allowances, with the exception of the applied interest rate, please refer to the accounting and measurement assumptions that are disclosed in respect of pension provisions.

The top-up amounts for the provisions for partial retirement are calculated using the FIFO method. The underlying assumptions are identical to those of the provisions previously described.

All **liabilities** are stated at their settlement amounts.

Receipts before the balance sheet date that represent income for a definite period after this date are recognized as **deferred income**.

CURRENCY CONVERSION

Bank balances designated in foreign currencies are measured at the mean rate of exchange as at the balance sheet date.

Current foreign currency receivables and payables (with a term of up to one year) are accounted for at the exchange rate at the time they occur, taking into consideration any gains and losses deriving from rate changes as at the balance sheet date. Non-current foreign currency receivables and payables (with a term of over one year) are recognized at the exchange rate at the time they occur, taking into consideration any losses deriving from rate changes as at the balance sheet date.

Income and expenses deriving from the realization of foreign currency receivables and payables are recognized in other operating income and expenses.

DEFERRED TAXES

Deferred tax assets and liabilities derive from temporary differences between the carrying amounts of assets, liabilities, prepaid expenses, deferred charges, and deferred income as recognized for statutory accounting purposes and those recognized for tax-based accounting purposes, as well as from tax loss carryforwards. Any overall tax burden is recognized in the balance sheet as a deferred tax liability. Any overall tax relief may be recognized in the balance sheet as a deferred tax asset. Deferred tax assets and liabilities are offset against one another for balance sheet disclosure purposes.

Deferred taxes are computed based on a rate of 32.41 %, which is the expected income tax rate at the time the temporary differences reverse (15.83 % for corporate income tax including the solidarity surcharge and 16.58 % for trade tax).

In fiscal year 2019/2020, Aurubis AG had a net surplus of deferred tax assets over deferred tax liabilities. The option to recognize the net surplus of deferred tax assets pursuant to Section 274 (1) sentence 2 of the German Commercial Code (HGB) has not been invoked. The net surplus of deferred tax assets was mainly due to temporary differences between the carrying amounts of inventories, pension provisions, and other provisions and accruals as recognized for statutory accounting purposes and those recognized for tax-based accounting purposes.

As at the balance sheet date on September 30, 2020, the following amounts were determined:

in € thousand	Opening balance 10/1/2019	Change in 2019/20	**Closing balance 9/30/2020**
Deferred tax assets	54,842	(812)	54,030
Deferred tax liabilities	(20,442)	(81)	(20,523)
Total	**34,400**	**(893)**	**33,507**

DERIVATIVES AND MEASUREMENT UNITS

Aurubis AG and the Aurubis Group companies are exposed to currency and commodity price risks in the course of their business activities. The company deploys derivative financial instruments to hedge these risks. The use of derivative financial instruments is limited to the hedging of the Group's operating business and associated monetary investments and financing transactions.

Currency risks are primarily hedged through the deployment of forward foreign exchange contracts and foreign currency options. Aurubis AG contracts derivative financial instruments with external contractual partners in the context of the hedging of commodity price risks in order to hedge the market prices of raw materials and the energy required for operational business purposes.

The deployment of derivative financial instruments has the objective of reducing, to a large extent, the impacts on earnings and cash flows that can result from changes in exchange rates and commodity prices.

Derivative financial instruments are subject to a price change risk due to the possibility of fluctuations in the underlying parameters such as currencies and commodity prices. For this reason, use is made of the possibility to compensate losses in value due to contrary effects deriving from the hedged items.

The nominal volume of the derivative financial instruments is determined as the sum of all purchase and sales contracts. The market values of forward foreign currency contracts are determined on the basis of current European Central Bank reference rates, taking into account the forward premiums or discounts, and those for metal future contracts on the basis of LME price quotations. Foreign exchange options are valued using price quotations or option price models.

The non-ferrous metal transactions used to hedge the metal prices, as well as the forward exchange contracts connected with these, are included in the accounting-related measurement of the respective measurement units for each type of metal. These financial instruments therefore also influence the measurement of trade accounts receivable and payable, as well as inventories.

OWN WORK CAPITALIZED

Due to the availabilty of improved information, adjustments of € 8.1 million were made to the presentation of own work capitalized by including charges for the cost of materials. The previous year was not adjusted.

Notes to the Balance Sheet

(1) FIXED ASSETS

Intangible assets include usage rights acquired for consideration, primarily in connection with a long-term electricity supply contract. Intangible assets are amortized on a scheduled basis over their remaining useful lives.

Additions of € 92.1 million were recorded under intangible assets and property, plant, and equipment. The additions in property, plant, and equipment primarily included investments in the renovation of the Lünen tankhouse, the ridge turret suctioning equipment for the primary smelter in Hamburg, and investments in connection with the shutdown of primary copper production in Hamburg.

The schedule showing the share interests disclosed as financial assets is shown in the section Investments, page 24 of these notes to the financial statements.

In fiscal year 2019/2020, Aurubis acquired 100 % of the shares of Metallo Group Holding NV. This investment amounted to € 258.5 million. Furthermore, loans of € 120.5 million were redeemed. Azeti GmbH was also acquired for € 0.5 million.

As the ultimate Group holding company, Aurubis AG monitors any signs of impairment in its financial fixed assets. On the basis of current multi-year plans, Aurubis undertook a review of the investment carrying amounts. This resulted in the recognition of write-downs against the investment carrying amounts of Deutsche Giessdraht GmbH (€ 8.0 million), Aurubis Italia Srl (€ 4.0 million), and Aurubis America Holding Inc. (€ 0.9 million).

Moreover, € 16.4 million in securities classified as fixed assets were acquired. The carrying amount of securities classified as fixed assets as at September 30, 2020 was € 27.7 million, compared to a fair value of € 25.5 million at the balance sheet date. An impairment loss of € 2.2 million was accordingly recognized on this basis.

The changes in fixed assets are shown in Changes in Fixed Assets, pages 22-23 of the notes to the financial statements.

(2) INVENTORIES

in € thousand	**9/30/2020**	9/30/2019
Raw materials and supplies	257,198	224,907
Work in process	451,171	479,679
Finished goods, merchandise	157,345	110,338
Payments on account	0	24
Total	**865,714**	**814,948**

Inventories increased by a total of € 50.8 million in the past fiscal year. In the process, raw materials were increased by € 32.3 million in order to secure supplies of raw materials for the production sites within the context of the COVID-19 pandemic. In contrast, intermediates decreased by € 28.5 million. This is due in particular to higher anode inventories in the previous year, which had been necessary to utilize tankhouse capacities during the shutdown in October 2019. Inventories of finished goods rose by € 47.0 million, mainly due to higher cathode inventories. This was the result of reduced demand for copper products and a lower inventory in the previous year due to a shutdown.

Write-downs to lower market value as at the balance sheet date, amounting to € 9.9 million, relate only to minor metals.

The difference between the current market value as at the reporting date and our measurement, using the LIFO method, amounted to € 1,160.0 million.

(3) RECEIVABLES AND OTHER ASSETS

	Residual term		Total
in € thousand	less than 1 year	more than 1 year	9/30/2020
Trade accounts receivable	310,514	0	**310,514**
Receivables from affiliated companies	273,790	68,343	**342,133**
Receivables from companies in which investments are held	133	0	**133**
Other assets	18,767	0	**18,767**
	603,204	**68,343**	**671,547**

	Residual term		Total
in € thousand	less than 1 year	more than 1 year	9/30/2019
Trade accounts receivable	256,753	0	**256,753**
Receivables from affiliated companies	300,128	30,000	**330,128**
Receivables from companies in which investments are held	274	0	**274**
Other assets	44,355	0	**44,355**
	601,510	**30,000**	**631,510**

Trade accounts receivable increased by € 53.7 million compared to the previous year, from € 256.8 million to € 310.5 million. This increase is primarily due to higher precious metal prices. At the same time, the number of receivables sold within the scope of factoring agreements increased by € 47.9 million and amounted to € 195.8 million as at the balance sheet date (previous year: € 147.9 million). The factoring arrangements are used to finance the receivables.

Receivables from affiliated companies and from companies in which investments are held, amounting to € 342.3 million in total, are made up of trade accounts receivable of € 14.3 million (previous year: € 6.1 million) and receivables deriving from financial transactions of € 328.0 million (previous year: € 324.3 million).

Almost all of the outstanding trade accounts receivable had been settled by the time of preparation of the financial statements.

Other assets primarily include tax receivables in the amount of € 3.0 million, as well as claims for damages and security deposits for brokers.

(4) CASH AND BANK BALANCES

This item includes cash on hand, balances at banks, and commercial paper with a term of up to one month.

(5) EQUITY

The subscribed capital (share capital) of Aurubis AG amounts to € 115,089,210.88 and was divided into 44,956,723 no-par-value bearer shares, each with a notional value of € 2.56 of the subscribed capital.

The Executive Board is authorized, subject to the approval of the Supervisory Board, to increase the company's share capital by February 23, 2021, by up to € 57,544,604.16 once or in several installments.

The share capital has been conditionally increased by up to € 57,544,604.16 by issuing up to 22,478,361 new no-par-value shares with a proportionate notional amount per share of € 2.56 of the share capital (conditional capital). It will be used to grant shares to the holders or creditors of conversion and/or option rights from convertible bonds, bonds with warrants, profit participation rights, or participating bonds (or combinations of these instruments) that can be issued by March 1, 2022.

On March 18, 2020, the Executive Board passed a resolution enabling a share buyback program. The basis for the acquisition of treasury shares is provided by the authorization issued on March 3, 2018 and covers a planned volume of 10 % of the existing share capital (i.e., 4,495,672 shares), up to a volume of € 200 million, in multiple tranches. The buyback program started on March 19, 2020 and will end on September 17, 2021 at the latest. The company's purchase of its own shares serves to create treasury stock for possible acquisitions. A total of 976,764 shares had been purchased as at September 30 for a total value of € 41,276,336.29.
In the process, € 2,500,515.84 was openly deducted from the subscribed capital and € 38,775,820.45 was offset against other revenue reserves. In total, incidental costs of € 41,276.30 were recognized in profit or loss.

Fiscal year month of buyback	Number of shares bought back	Proportion of total number of shares
March	494,878	1.10 %
April	219,093	0.49 %
September	262,793	0.58 %
Total	**976,764**	**2.17 %**

An amount of € 88,200,000 has been allocated from the net income for the year to other revenue reserves. Furthermore, other revenue reserves changed in the amount of the difference between the nominal value of the treasury shares and their acquisition costs, by € 38,775,820.45. The required legal reserve of € 6,391,148.51, amounting to 10 % of the subscribed capital, is included in the revenue reserves, with the residual amount included in the additional paid-in capital. The remaining amount of the equity is made up by the share premium that is disclosed as additional paid-in capital.

The amendment of the discount rate for the pension provision pursuant to Section 253 (6) sentence 1 of the German Commercial Code (HGB) has resulted in a difference of € 35.1 million. This amount is subject to a dividend distribution restriction pursuant to Section 253 (6) sentence 2 of the German Commercial Code (HGB) if no other free reserves are available.

The unappropriated earnings as at September 30, 2020 include the profit of € 71,395,072.22 brought forward from the prior year.

(6) PROVISIONS AND ACCRUED LIABILITIES

in € thousand	9/30/2020	9/30/2019
Pension provisions and similar obligations	**152,774**	**176,637**
Provisions for taxes	**8,593**	**8,906**
Personnel-related	116,589	79,790
Deferred maintenance	834	1,383
Environmental protection measures	8,064	7,826
Sundry provisions and accruals	49,219	36,058
Other provisions and accruals	**174,706**	**125,057**
	336,073	**310,600**

The pension provisions were measured at the present value of their settlement amount by applying the projected unit credit method, taking into account expected future increases in pensions and remuneration.

The following parameters also served as the basis for calculating the pension obligations::

Discount rate	2.42 %
Expected income development	2.75 %
Expected pension development	1.60 %
Staff fluctuation rate (varies depending on the age structure)	0.00 % to 10.00 %

The difference between the measurement of the pension provision applying the 10-year average interest rate and applying the 7-year average interest rate pursuant to Section 253 (6) sentence 1 of the German Commercial Code (HGB) amounts to € 35.1 million. (previous year: € 35.7 million). Profits may only be distributed if the freely available reserve plus any retained profit carried forward, or less any loss carryforward, which remains after the distribution, is at least equal to this difference.

Expenses deriving from the pension scheme are included in personnel costs. The interest expense deriving from the obligation and any income arising from the change in the present value of the fund assets are accounted for in the financial result. Any expenses deriving from interest rate changes are also included in the financial result.

Expenses of € 24.4 million, deriving from the unwinding of discount on the pension obligations, include € 17.1 million in expenses due to the change in the discount rate.

To the extent that the pension obligations for Executive Board members and employees have been reinsured, the fair value of the reinsurance claims is offset against them. In this context, the fair value of the fund assets was € 127.8 million as at the reporting date (previous year: € 90.2 million) and their amortized cost was € 67.0 million (previous year: € 58.0 million). The € 37.6 million increase in fund assets was due both to the positive development of the plan assets, which amounted to € 28.1 million, as well as to the sale of real estate at a price that was € 9.5 million higher than the value at which it had been previously measured. Thus, the amount required to settle the total pension obligations was € 280.6 million as at the balance sheet date (previous year: € 266.8 million). This leads to income of € 37.6 million (previous year: € 1.2 million) from fund assets and an expense of € 13.8 million (previous year: € 22.7 million) from the allocation to the pension provision.

The increase in personnel-related provisions is primarily related to the ongoing Performance Improvement Program, for which provisions amounting to € 33.5 million were set up, as well as to higher provisions for transitional allowances and anniversary bonuses due to lower discount rates. The fund assets for the personnel-related provisions amounted to € 7.5 million as at the reporting date (previous year: € 6.8 million) and corresponded to their amortized cost. These were netted with the related settlement amounts. The amount required to settle the pension obligations was € 8.9 million as at the balance sheet date (previous year: € 8.0 million).

The provision for deferred maintenance relates to scheduled repairs for the first three months after the balance sheet date.

The sundry provisions and accruals primarily contain provisions for impending losses from onerous contracts, as well as accruals for outstanding invoices. The increase in provisions from onerous contracts relates to a long-term electricity supply agreement. In contrast, provisions for outstanding invoices decreased.

(7) LIABILITIES

in € thousand	Residual term less than 1 year	1 to 5 years	more than 5 years	Total 9/30/2020
Bank borrowings	13,859	430,754	73,000	**517,613**
Advance payments received on orders	2,535	0	0	**2,535**
Trade accounts payable	596,974	0	0	**596,974**
Payables to affiliated companies	455,207	853,950	0	**1,309,157**
Other liabilities	18,000	0	0	**18,000**
– of which for taxes	4,566	0	0	**4,566**
– of which for social security contributions	7,036	0	0	**7,036**
	1,086,575	**1,284,704**	**73,000**	**2,444,279**

in € thousand	Residual term less than 1 year	1 to 5 years	more than 5 years	Total 9/30/2019
Bank borrowings	150,483	113,425	3,419	**267,327**
Advance payments received on orders	2,984	0	0	**2,984**
Trade accounts payable	530,109	0	0	**530,109**
Payables to affiliated companies	476,042	840,950	0	**1,316,992**
Other liabilities	15,522	0	0	**15,522**
– of which for taxes	4,147	0	0	**4,147**
– of which for social security contributions	4,561	0	0	**4,561**
	1,175,140	**954,375**	**3,419**	**2,132,934**

Bank borrowings increased by € 250.3 million in comparison to the previous year. In the past fiscal year, a Schuldschein loan of € 126.5 million was repaid and a new Schuldschein loan of € 400.0 million with a sustainability component was placed in connection with the acquisition of Metallo Group Holding NV.

Trade accounts payable increased by € 66.9 million to € 597.0 million (previous year: € 530.1 million), due primarily to the increase in raw material inventories to secure supplies for production as well as higher precious metal prices.

In addition to trade accounts payable of € 137.2 million (previous year: € 111.0 million), payables to affiliated companies of € 1,309.2 million include payables of € 1,172.0 million deriving from financial transactions with subsidiaries (previous year: € 1,206.0 million).

(8) DERIVATIVES AND MEASUREMENT UNITS

DERIVATIVE FINANCIAL INSTRUMENTS USED TO HEDGE CURRENCY RISKS

Aurubis AG uses forward foreign exchange contracts and foreign currency options to hedge currency risks. A focus of the hedging measures is to hedge the risk of changes in value deriving from futures transactions (hedged transactions). This is achieved using macro-hedges. Aurubis AG concluded forward foreign exchange contracts with a nominal volume of € 696.0 million to hedge currency risks from LME exchange transactions designated in USD. They have a residual term of up to seven months. Their positive fair market value as at the balance sheet date amounted to € 0.2 million (net). They are matched by changes in value from the hedged items included in the measurement unit in the same amount.

They are accounted for by applying the net hedge presentation method, and as a result were not recognized in the balance sheet. The effectiveness of the measurement unit is determined by comparing the net position of the hedged transactions included in the macro-hedge with the net position of the forward foreign exchange contracts included in the portfolio. Ineffectiveness is recorded if a net loss results from the cumulated changes in value of the underlying transactions and the cumulated changes in value of the hedges. In this case, a provision for onerous contracts is set up in the amount of the net loss. Net gains are not recognized.

Forward foreign exchange contracts and foreign currency options in the form of micro-hedges were concluded to hedge highly probable revenues from treatment and refining charges, copper premiums, and product surcharges designated in USD against the risk of changes in the cash flow. They have a residual term of up to 24 months, a nominal volume of € 278.6 million, and a net negative market value of € 14.2 million. They are matched by changes in value from the hedged items included in the measurement unit in the same amount. The expected volume of treatment charge revenues, copper premiums, and product surcharges in USD is based on an annual budget reflecting expected business trends, which is authorized by the company's management. Thus, a high probability that these transactions will occur can be presumed. A comparison of hedged and actual revenues designated in USD for earlier years has demonstrated that it is highly unlikely that the volumes hedged in advance will exceed the planned revenues as a result of the hedging strategy.

They are accounted for by applying the net hedge presentation method. As a result, the portion of the changes in value included in the measurement unit was not recognized in the balance sheet. The effectiveness of the measurement unit is determined by using the cumulative dollar-offset method.

Further measurement units were set up separately for each currency pair in the form of portfolio hedges to hedge currency risks at Group companies deriving from traded-on forward foreign exchange contracts and foreign currency options, as well as for forward foreign exchange contracts concluded to hedge the open currency risk position determined on each day of trading.

The latter items hedge the respective net risk position for a day of trading on the exchanges so that a 1:1 allocation to the respective hedged transactions (e.g., trade accounts receivable and trade accounts payable, advance payments made and received) is not possible.

For the EUR/USD currency pair, this portfolio held traded-on foreign currency options with a residual term of up to 24 months. They include the respective purchase and sale options for US$ 58.5 million with an equivalent value of € 52.2 million.

They are accounted for by applying the net hedge presentation method. Since the foreign currency options included in this measurement unit are in each case 1:1 mirrored transactions, the portion of the changes in value included in the measurement unit was not recognized in the balance sheet. Furthermore, in this portfolio, forward foreign exchange contracts with a residual term of up to 24 months existed for this currency pair. Respective USD purchases and sales of US$ 654.7 million are counterbalanced by contracted EUR purchases of € 568.8 million and EUR sales of € 567.6 million within this measurement unit. They are accounted for by applying the net hedge presentation method.

The effectiveness of the measurement unit is determined for the positions concluded in foreign currency by matching these with the contracted EUR amounts that are to be later used to process the forward foreign exchange contracts. Additional measurement units for other currency pairs that do not represent a significant risk position for the company were immaterial.

Provisions of € 2.1 million have been set up to cover anticipated losses from forward exchange transactions.

DERIVATIVE FINANCIAL INSTRUMENTS USED TO HEDGE METAL AND OTHER PRICE RISKS

Aurubis AG used futures contracts to hedge metal price risks. These mainly relate to copper.

A main focus of the hedging measures is to hedge price-fixed, pending purchase and sales delivery transactions against the risk of changes in value due to a change in the metal price. This is achieved using a macro-hedge. Aurubis AG concluded LME futures contracts with a nominal volume of € 2.4 billion in order to hedge metal price risks deriving from pending delivery transactions. They have a residual term of up to 10 months. Their net positive fair market value as at the balance sheet date amounted to € 5.8 million. To the extent that this is not offset by changes in the value of the hedged items included in the measurement unit in the same amount, this is taken into account in the measurement of the delivery purchases and sales also included in the measurement unit which have already been delivered but not price-fixed. The closed position is accounted for by applying the net hedge presentation method. The effectiveness of the measurement unit is determined by comparing the volumes and prices of the hedged items and hedging instruments included in the macro-hedge.

Provisions of € 1.6 million have been set up to cover anticipated losses from metal delivery transactions.

Aurubis AG uses commodity futures and commodity swaps to hedge other price risks.

In the context of hedging other price risks, variable price components included in the procurement of electricity and gas were particularly hedged in the form of micro-hedges against the risk of changes in cash flows. Commodity futures and commodity swaps existed with a residual term of up to 7 years and a nominal volume of € 23.7 million and a net positive market value of € 0.1 million. They are matched by changes in value from the hedged items included in the measurement unit in the same amount. They are accounted for by applying the net hedge presentation method. As a result, they were not recognized in the balance sheet. Evidence of the effectiveness of the measurement unit is provided in that the critical contract terms for the hedged item and the hedging instrument are an exact match (critical terms match).

The measurement of part of a long-term electricity supply contract with a nominal volume of € 246.7 million led to a negative net fair value of € 19.4 million at the balance sheet date. The fair value is calculated using the discounted cash flow method. The derivative is not included in a measurement unit and is accounted for according to the imparity principle. If the derivative shows a negative fair value as at the balance sheet date, it is recorded under other provisions and accruals.

(9) CONTINGENT LIABILITIES AND OTHER FINANCIAL COMMITMENTS

in € million	**9/30/2020**	9/30/2019
Contingent liabilities		
Letters of comfort	1.2	1.2
– of which for affiliated companies	1.2	1.2
Other financial commitments		
Capital expenditure commitments	39.1	56.6
Sundry other financial commitments	103.1	111.4
	143.4	**169.2**

The nominal values disclosed for contingent liabilities did not lead to recognition as liabilities, as a claim is not expected due to the contractual partners' economic development.

Other financial commitments of € 70.6 million relate to long-term transport and handling agreements with a residual term of seven years (previous year: € 81.6 million). Other financial commitments of € 11.1 million relate to long-term tank storage handling agreements with a residual term of six years (previous year: € 13.2 million).

Furthermore, an agreement is in place with an energy utility for the cost-based procurement of one billion kilowatt hours of electricity per annum over a term of 30 years commencing in 2010. Based on the last fiscal year, the expense will amount to € 48.5 million. In addition, there is a long-term agreement for the supply of oxygen.

TRANSACTIONS NOT INCLUDED IN THE BALANCE SHEET

Off-balance-sheet transactions exist for Aurubis AG in the form of factoring agreements to secure liquidity, amounting to € 195.8 million, and in the form of a pension fund to finance employees' pension entitlements, for which the fair value of assets is higher than the settlement amounts and that is therefore not recognized in the balance sheet.

Notes to the Income Statement

(10) REVENUES

in € thousand	2019/20	2018/19
Analysis by product group		
Copper cathodes	1,334,678	929,609
Wire rod	3,004,193	3,211,813
Shapes	778,374	833,282
Precious metals	3,546,878	2,898,807
Sulfuric acid	41,508	53,327
Other	299,393	273,039
	9,005,024	**8,199,877**

In the year reported, 57.3 % of the revenues were generated in the German market, 30.2 % in other European countries, 9.2 % in Asia, 1.1 % in North America, and 2.2 % in other countries. The higher revenues are primarily attributable to higher precious metal prices.

The revenues for wire rod and shapes also include revenues for so-called “Wandelkathoden” (copper on account), which are delivered in the requested sizes following receipt of the customers’ specifications.

(11) OWN WORK CAPITALIZED

Own work capitalized amounting to € 6.8 million (previous year: € 15.6 million) mainly includes personnel and material costs in connection with the construction of property, plant, and equipment and the generation of intangible assets.

(12) OTHER OPERATING INCOME

in € thousand	2019/20	2018/19
Income deriving from the reversal of provisions	1,747	3,572
Foreign exchange gains	43,593	15,215
Cost reimbursements	568	900
Compensation and damages	758	18
Other income	3,497	32,372
	50,163	**52,077**

Other operating income includes € 3.4 million (previous year: € 5.0 million) of income relating to prior periods. Amongst other items, this includes income from the reversal of unneeded provisions and accruals, as well as income deriving from damage compensation claims. In the previous year, other income included income of € 20 million deriving from the prohibited sale of Segment Flat Rolled Products (FRP) and reversals of impairment losses of € 6.2 million previously recognized against property.

(13) COST OF MATERIALS

in € thousand	2019/20	2018/19
Raw materials, supplies, and merchandise	8,198,677	7,484,976
Cost of purchased services	281,885	288,587
	8,480,562	**7,773,563**

The cost of materials increased by € 707.0 million in a manner corresponding to the increase in revenues, mainly due to metal prices. The cost of materials ratio was unchanged at 93.9 % (previous year: 93.9 %).

(14) PERSONNEL EXPENSES

in € thousand	2019/20	2018/19
Wages and salaries	264,938	221,302
Social security contributions, pension and other benefit expenses	17,392	43,628
– of which for pensions	(22,687)	3,451
	282,330	**264,930**

Personnel expenses increased in the past fiscal year, particularly due to higher provisions for restructuring, amounting to € 33.5 million, in the context of the ongoing Performance Improvement Program. Furthermore, wages and salaries increased both due to wage tariff increases, as well as due to increased provisions for time credits. In contrast, income totaling € 37.6 million derived from the positive development of the plan assets, as well as due to the sale of real estate at a price that was higher than the value at which it had been previously measured. These impacts are recognized in pension expenses, as well as in other reporting lines. Expenses of € 17.1 million deriving from interest rate changes used as the basis for calculating pension provisions were recognized here for the first time in order to improver their presentation. No adjustment was made for the effect in the previous year, amounting to € 20.4 million.

The average number of employees during the year was as follows:

	2019/20	2018/19
Blue collar	1,775	1,774
White collar	1,226	1,233
	3,001	**3,007**

(15) DEPRECIATION OF PROPERTY, PLANT, AND EQUIPMENT AND AMORTIZATION OF INTANGIBLE ASSETS

Depreciation of property, plant, and equipment and amortization of intangible assets increased, by a total of € 6.6 million compared to the previous year, to € 59.7 million, mainly in the areas of intangible assets, technical equipment and machinery, as well as buildings. The depreciation and amortization of intangible assets and property, plant and equipment of € 65.9 million disclosed in the table showing changes in fixed assets includes depreciation on investments made in connection with an electricity supply contract, amounting to € 6.2 million, which is disclosed under cost of materials.

(16) OTHER OPERATING EXPENSES

Other operating expenses of € 148.5 million (previous year: € 132.2 million) primarily include administrative and marketing expenses, fees, insurance, rents, and leasing expenses.

In addition, other operating expenses include foreign exchange losses of € 46.8 million, deriving from the measurement and realization of foreign currency receivables and payables (previous year: € 19.2 million) as well as other expenses relating to prior periods of € 7.8 million (previous year: € 7.6 million).

(17) INCOME FROM INVESTMENTS AND WRITE-UPS OF SHARE INTERESTS IN AFFILIATED COMPANIES

in € thousand	2019/20	2018/19
Income from investments	130,229	95,803
– of which from affiliated companies	130,229	95,803
Write-ups of share interests in affiliated companies	15	3,000
	130,244	**98,803**

The income from investments comprises € 121.5 million from investments abroad and € 8.7 million from investments in Germany.

(18) INCOME FROM OTHER SECURITIES AND LOANS CLASSIFIED AS FINANCIAL FIXED ASSETS

in € thousand	2019/20	2018/19
Income from other securities and loans classified as financial fixed assets	**1**	**402**

(19) OTHER INTEREST AND SIMILAR INCOME

in € thousand	2019/20	2018/19
Other interest and similar income	11,351	10,472
– of which from affiliated companies	6,107	8,681
	11,351	**10,472**

(20) WRITE-DOWNS OF FINANCIAL ASSETS AND SECURITIES CLASSIFIED AS CURRENT ASSETS

Respective write-downs were made against the investment carrying amounts of Deutsche Giessdraht GmbH (€ 8.0 million), of Aurubis Italia Srl (€ 4.0 million), and of Aurubis America Holding Inc. (€ 0.9 million), based on the current multi-year corporate plans for these companies.

Measurement of the securities classified as fixed assets with the quoted exchange prices as at the balance sheet date led to a write-down of € 2.2 million (previous year: € 18.6 million).

(21) INTEREST AND SIMILAR EXPENSES

in € thousand	2019/20	2018/19
Interest and similar expenses	21,729	40,924
– of which to affiliated companies	2,938	3,784
	21,729	**40,924**

Interest expense includes expenses from the unwinding of discount on other provisions and accruals in the amount of € 0.6 million (previous year: € 0.7 million).

Furthermore, interest and similar expenses include interest components of € 7.3 million included in the allocation to the pension provisions (previous year: € 28.4 million). Interest expense due to interest changes in pension provisions amounting to € 17.1 million were recognized in personnel expenses for the first time. No adjustment was made in respect of the figure for the previous year, amounting to € 20.4 million.

(22) INCOME TAXES

The net income for the year is disclosed after deducting income taxes of € 34.6 million (previous year: € 31.1 million).

Other Disclosures

DECLARATION OF CONFORMITY WITH THE GERMAN CORPORATE GOVERNANCE CODE IN ACCORDANCE WITH SECTION 161 OF THE GERMAN STOCK CORPORATION ACT (AKTG)

The declaration required under Section 161 of the German Stock Corporation Act (AktG) has been issued by the Executive Board and the Supervisory Board and has been made permanently accessible to the shareholders on the company's website.

www.aurubis.com/en/about-aurubis/distribution-page-corporate-governance

NOTIFICATION PURSUANT TO SECTION 160 (1) NO. 8 OF THE GERMAN STOCK CORPORATION ACT (AKTG)

Up to the date of preparation of the financial statements, Aurubis AG had received the following voting rights notifications from shareholders with respect to exceeding and falling below the relevant notification thresholds, in accordance with Section 33 (1) of the German Securities Trading Act (WpHG):

Shareholders	Threshold in %	Stake in %	Relevant threshold date	Date of publication
UBS AG, Zurich, Switzerland	<5	4.99	3/4/2013	3/20/2013
Allianz Global Investors GmbH, Frankfurt am M.	<5	2.95	11/18/2019	11/20/2019
BlackRock, Inc., Wilmington, Delaware, USA[2]	<3	2.95	11/20/2018	11/26/2018
Dimensional Holdings Inc., Austin, Texas; USA[2]	<3	2.99	10/10/2019	10/18/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	>3	3.01	10/11/2019	10/18/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	<3	2.93	10/15/2019	10/22/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	>3	3.01	10/16/2019	10/23/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	<3	2.98	10/17/2019	10/24/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	>3	3.01	10/21/2019	10/25/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	<3	2.88	10/24/2019	11/1/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	>3	3.02	10/25/2019	11/1/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	<3	2.86	10/29/2019	11/5/2019
Dimensional Holdings Inc., Austin, Texas; USA[2]	>3	3.15	10/30/2019	11/6/2019
Norges Bank, Oslo, Norway[1]	<3	2.96	12/18/2018	12/20/2018
Rossmann Beteiligungs GmbH, Burgwedel, DE[3]	<5	3.45	12/20/2019	12/30/2019
Rossmann Beteiligungs GmbH, Burgwedel, DE[3]	>5	5.21	3/13/2020	3/18/2020

Shareholders	Thresh-old in %	Stake in %	Relevant threshold date	Date of publication
Rossmann Beteiligungs GmbH, Burgwedel, DE[3]	<5	4.86	5/19/2020	5/22/2020
Salzgitter Mannesmann GmbH, Salzgitter[4]	>25	25.00	12/12/2018	12/13/2018
Salzgitter Mannesmann GmbH, Salzgitter[4]		pursuant to Section 43 of the German Securities Trading Act (WpHG)	12/19/2018	12/19/2018
Silchester International Investors LLP, London, UK	>10	10.03	10/4/2019	10/9/2019
Silchester International Investors LLP, London, UK		pursuant to Section 43 of the German Securities Trading Act (WpHG)	3/5/2020	3/9/2020
Silchester International Investors LLP, London, UK	<10	9.93	5/7/2020	5/8/2020
Silchester International Investors International	<3	2.96	12/18/2018	12/20/2018
Value Equity Trust, Wilmington, Delaware, USA	<3	2.99	7/28/2020	7/30/2020
Silchester International Investors LLP, London, UK (including Silchester notifications mentioned above)	<10	6.99	7/28/2020	7/30/2020

[1] The shares are attributable to the state of Norway, represented by its Ministry of Finance; the transaction was conducted via the Norges Bank.
[2] Held directly or indirectly through subsidiaries.
[3] Held directly and indirectly (including financial instruments).
[4] The shares are attributable to Salzgitter AG, Salzgitter.
Aurubis AG directly holds 1,802,908 shares (2.99 %) of Salzgitter AG.

The voting rights notifications are available at www.aurubis.com/en/about-aurubis/corporate-governance/voting-rights-notifications.

FEES AND SERVICES RENDERED BY THE AUDITOR

The following fees were recorded as expenses in fiscal year 2019/20 for services rendered by the auditors:

in € thousand	2019/20
Financial statement auditing services	562
Other assurance services	5
	567

The fee for the financial statement auditing services rendered by Deloitte GmbH Wirtschaftsprüfungsgesellschaft related to the audit of the consolidated financial statements of the Aurubis Group, as well as the separate financial statements of Aurubis AG.

INVESTMENTS

The full list of investments is disclosed on page 24.

SUBSEQUENT EVENTS

320,929 additional treasury shares were acquired after the balance sheet reporting date. This represents a 0.71 % share.

No other significant events occurred after the balance sheet reporting date.

INFORMATION CONCERNING THE EXECUTIVE BOARD AND THE SUPERVISORY BOARD

EXECUTIVE BOARD

Roland Harings, Hamburg
Born: June 28, 1963, German citizen
Executive Board Chairman and Director of Industrial Relations
Appointed from May 20, 2019 to June 30, 2022

Dr. Heiko Arnold, Salzburg (since August 15, 2020)
Born: May 7, 1966, German citizen
Chief Operations Officer
Appointed from August 15, 2020 to August 14, 2023

Dr. Thomas Bünger, Lüneburg
Born: July 2, 1968, German citizen
Chief Operations Officer until August 14, 2020
Chief Technology Officer since August 15, 2020
Appointed from October 1, 2018 until September 30, 2021

- Aurubis Belgium NV/SA, Brussels, Belgium
  Director
- Aurubis Bulgaria AD, Pirdop, Bulgaria
  Board of Directors
- Aurubis Italia Srl, Avellino, Italy
  Chairman of the Board of Directors
- Metallo Group Holding, Beerse, Belgium
  Chairman of the Board of Directors
- Metallo Belgium N.V., Beerse, Belgium
  Chairman of the Board of Directors
- Metallo Spain S.L.U., Berango, Spain
  Chairman of the Board of Directors

Rainer Verhoeven, Hamburg
Born: December 2, 1968, German citizen
Chief Financial Officer
Appointed from January 1, 2018 to December 31, 2025

- Aurubis Belgium NV/SA, Brussels, Belgium
  Chairman of the Board of Directors

SUPERVISORY BOARD

Prof. Dr. Fritz Vahrenholt, Hamburg
Chairman of the Supervisory Board
Chairman of the Deutsche Wildtier Stiftung, Hamburg until December 19, 2019
Currently no professional occupation
» Encavis AG (formerly Capital Stage AG), Hamburg [1]
Member of the Supervisory Board

Stefan Schmidt, Lüdinghausen [2]
Deputy Chairman of the Supervisory Board
Head of Operations at the Aurubis AG Recycling Center, Lünen
» No further offices

Deniz Filiz Acar, Hamburg [2]
Instructor for Commercial Trainees
Deputy Head of Training in the HR Training department, Hamburg
» No further offices

Andrea Bauer, Dortmund
Currently no professional occupation
» technotrans SE, Sassenberg [1]
Member of the Supervisory Board
» noventi SE, Munich
Member of the Supervisory Board
» IFA Holding GmbH, Haldensleben
Member of the Advisory Board

Christian Ehrentraut, Lünen [2]
Deputy Shift Leader in Smelting Operations, KRS/MZO
Works Council member in Lünen, relieved of duty
Chairman of the General Works Council
» No further offices

Prof. Dr.-Ing. Heinz Jörg Fuhrmann, Salzgitter
Chairman of the Executive Board of Salzgitter AG, Salzgitter [1]
» Hüttenwerke Krupp Mannesmann GmbH, Duisburg [3]
Chairman of the Supervisory Board
» Ilsenburger Grobblech GmbH, Ilsenburg [3]
Chairman of the Supervisory Board
» Ilsenburger Grobblech GmbH, Ilsenburg, and Salzgitter Mannesmann Grobblech GmbH, Mühlheim/Ruhr [3]
Chairman of the Joint Advisory Committee
» KHS GmbH, Dortmund [3]
Chairman of the Supervisory Board
» Mannesmann Precision Tubes GmbH, Mülheim/Ruhr [3]
Chairman of the Supervisory Board
» Peiner Träger GmbH, Peine [3]
Chairman of the Supervisory Board
» Salzgitter Flachstahl GmbH, Salzgitter [3]
Chairman of the Supervisory Board
» Salzgitter Mannesmann Grobblech GmbH, Mülheim/Ruhr [3]
Chairman of the Supervisory Board
» Salzgitter Mannesmann Handel GmbH, Düsseldorf [3]
Chairman of the Supervisory Board
» Öffentliche Lebensversicherung Braunschweig, Braunschweig
Member of the Supervisory Board
» Öffentliche Sachversicherung Braunschweig, Braunschweig
Member of the Supervisory Board
» TÜV Nord AG, Hannover
Member of the Supervisory Board

Prof. Dr. Karl Friedrich Jakob, Dinslaken
Chairman of the Executive Board of RWTÜV e.V., Essen until January 31, 2020
Currently no professional occupation
» Albert-Schweitzer-Einrichtungen für Behinderte gGmbH, Dinslaken
Member of the Supervisory Board
» RWTÜV GmbH, Essen
Member of the Supervisory Board
» TÜV Nord AG, Hanover
Chairman of the Supervisory Board
» Van Ameyde International BV, Rijswijk, Netherlands
Member of the Board of Supervisory Directors
» Universitätsklinikum Essen, Essen
Member of the Supervisory Board
» Knappschaft Kliniken GmbH, Bochum
Chairman of the Supervisory Board

Jan Koltze, Hamburg [2]
District Manager of the Mining, Chemical, and Energy Industrial Union Hamburg/Harburg
» Beiersdorf AG, Hamburg [1]
Member of the Supervisory Board
» ExxonMobil Central Europe Holding GmbH, Hamburg
Member of the Supervisory Board
» Maxingvest AG, Hamburg
Member of the Supervisory Board

Dr. Stephan Krümmer, Hamburg
Currently no professional occupation
» No further offices

Dr. Elke Lossin, Buchholz in der Nordheide [2]
Manager of the Analytical Laboratory at Aurubis AG, Hamburg
» No further offices

[1] Stock exchange-listed company.
[2] Elected by the employees.
[3] Group companies of Salzgitter AG.

Dr. Sandra Reich, Gräfelfing
Independent business consultant
» Chancen eG, Berlin
Member of the Supervisory Board

Melf Singer, Schwarzenbek[2]
Day Shift Foreman of the Acid Plant at Aurubis AG, Hamburg

Supervisory Board committees

Conciliation Committee in accordance with Section 27 (3) of the German Codetermination Act
Prof. Dr. Fritz Vahrenholt (Chairman)
Stefan Schmidt (Deputy Chairman)
Andrea Bauer
Christian Ehrentraut

Audit Committee
Dr. Stephan Krümmer (Chairman)
Prof. Dr.-Ing. Heinz Jörg Fuhrmann
Jan Koltze
Dr. Elke Lossin
Dr. Sandra Reich
Melf Singer

Personnel Committee
Prof. Dr. Fritz Vahrenholt (Chairman)
Deniz Filiz Acar
Andrea Bauer
Prof. Dr.-Ing. Heinz Jörg Fuhrmann
Jan Koltze
Stefan Schmidt

Nomination Committee
Prof. Dr. Fritz Vahrenholt (Chairman)
Prof. Dr.-Ing. Heinz Jörg Fuhrmann
Prof. Dr. Karl Friedrich Jakob
Dr. Stephan Krümmer

Technology Committee
Prof. Dr. Karl Friedrich Jakob (Chairman)
Christian Ehrentraut
Dr. Stephan Krümmer
Stefan Schmidt

TOTAL COMPENSATION

The total compensation of the active Executive Board members for fiscal year 2019/20 amounts to € 4,405,344 and for the past fiscal year includes, in addition to a fixed component in the amount of € 1,453,333, fringe benefits of € 62,789 and a variable component of € 2,158,932. In addition, pension provisions of € 730,301 were recognized as an expense.

Former members of the Executive Board and their surviving dependents received a total of € 2,566,683; € 26,350,132 has been provided for their pension entitlement.

The compensation of the Supervisory Board for fiscal year 2019/20 amounted in total to € 1,544,000.

Details of the individual compensation of the members of the Executive Board and the Supervisory Board are presented and explained in the Compensation Report.

REPORTABLE SECURITIES TRANSACTIONS

DIRECTORS' DEALINGS

In accordance with Art. 19 of the Market Abuse Regulation (EU No. 596/2014), the members of the Executive Board and the Supervisory Board must disclose the acquisition and sale of shares in the company. This does not apply if the total transactions per person do not exceed € 20,000 per calendar year.

No members of the Supervisory Board or Executive Board informed the company that they had acquired or sold no-par-value shares in the company in the period from October 1, 2019 to September 30, 2020.

Changes in Fixed Assets

from October 1, 2019 to September 30, 202020

in € thousand	Costs of acquisition, generation, or construction 10/1/2019	Additions	Disposals	Transfers	**Costs of acquisition, generation, or construction 9/30/2020**
Purchased concessions, industrial property rights, and similar rights and assets, and licenses for such rights and assets	150,475	758	149	5,072	156,156
Goodwill	7,172	0	0	0	7,172
Payments on account	7,110	2,174	0	(5,072)	4,212
Intangible assets	**164,757**	**2,932**	**149**	**0**	**167,540**
Land and buildings	501,604	7,600	2,188	9,761	516,777
Technical equipment and machinery	1,038,695	26,795	16,148	42,848	1,092,190
Other equipment, factory and office equipment	75,665	5,016	2,727	4,990	82,944
Payments on account and assets under construction	91,061	49,720	0	(57,599)	83,182
Property, plant, and equipment	**1,707,025**	**89,131**	**21,063**	**0**	**1,775,093**
Share interests in affiliated companies	1,505,252	258,677	11,054	0	1,752,875
Investments	2	0	0	0	2
Securities classified as fixed assets	58,287	16,407	0	0	74,694
Other loans	9	0	4	0	5
Financial fixed assets	**1,563,550**	**275,084**	**11,058**	**0**	**1,827,576**
Fixed assets	**3,435,332**	**367,147**	**32,270**	**0**	**3,770,209**

	Accumulated depreciation, amortization, and write-downs 10/1/2019	Depreciation, amortization, and write-downs in the current fiscal year	Disposals	Reversals of impairment losses	**Accumulated depreciation, amortization, and write-downs 9/30/2020**	**Carrying amount 9/30/2020**	Carrying amount 9/30/2019
	48,961	9,787	149	0	58,599	97,557	101,514
	7,172	0	0	0	7,172	0	0
	0	0	0	0	0	4,212	7,110
	56,133	**9,787**	**149**	**0**	**65,771**	**101,769**	**108,624**
	311,652	12,697	1,558	0	322,791	193,986	189,952
	809,529	36,899	15,154	0	831,274	260,916	229,166
	47,781	6,560	2,567	0	51,774	31,170	27,884
	0	0	0	0	0	83,182	91,061
	1,168,962	**56,156**	**19,279**	**0**	**1,205,839**	**569,254**	**538,063**
	11,552	12,929	10,485	15	13,981	1,738,894	1,493,700
	0	0	0	0	0	2	2
	47,044	2,193	0	0	49,237	25,457	11,243
	0	0	0	0	0	5	9
	58,596	**15,122**	**10,485**	**15**	**63,218**	**1,764,358**	**1,504,954**
	1,283,691	**81,065**	**29,913**	**15**	**1,334,828**	**2,435,381**	**2,151,641**

Investments

pursuant to Section 285 No. 11 of the German Commercial Code (HGB) as at September 30, 202020

No.	Company name and registered office	% of capital held directly and indirectly	Held directly by	Equity in € thousand	Annual result in € thousand	Note
1	Aurubis AG					
	Fully consolidated companies					
2	Aurubis Belgium NV/SA, Brussels, Belgium	100	1	976,272	-46,489	*
3	Aurubis Finland Oy, Pori, Finland	100	2	32,934	1,167	*
4	Aurubis Holding USA LLC, Buffalo, USA	100	2	24,329	-730	*/**
5	Aurubis Buffalo Inc., Buffalo, USA	100	4	33,421	-8,925	*/**
6	Aurubis Netherlands BV, Zutphen, Netherlands	100	2	-3,310	-2,419	*
7	Aurubis Mortara S.p.A., Mortara, Italy	100	2	4,454	285	*
8	Cumerio Austria GmbH, Wien, Austria	100	1	830,565	136,763	*
9	Aurubis Bulgaria AD, Pirdop, Bulgaria	99.86	8	402,476	136,204	*
10	Aurubis Engineering EAD, Sofia, Bulgaria	100	8	47	6	*
11	Aurubis Italia Srl, Avellino, Italy	100	1	8,596	-193	*
12	Aurubis Stolberg GmbH & Co. KG, Stolberg	100	1	56,489	6,913	*
13	Aurubis U.K. Ltd., Smethwick, UK	100	12	2,895	-72	*/**
14	Aurubis Slovakia s.r.o., Dolny Kubin, Slovakia	100	12	992	134	*
15	CABLO Metall-Recycling & Handel GmbH, Fehrbellin	100	1	11,618	1,456	*
16	Peute Baustoff GmbH, Hamburg	100	1	1,130	507	*
17	RETORTE GmbH Selenium Chemicals & Metals, Röthenbach	100	1	3,849	1,193	*
18	E.R.N. Elektro-Recycling NORD GmbH, Hamburg	100	1	3,613	787	*
19	Aurubis Product Sales GmbH, Hamburg	100	1	896	93	*
20	Deutsche Giessdraht GmbH, Emmerich	100	1	4,604	1,329	*
21	Metallo Group Holding NV, Beerse, Belgium	100	1	106,540	913	***
22	Metallo Belgium NV, Beerse, Belgium	100	21	234,233	-1,285	***
23	Metallo Spain S.L.U., Berango, Spain	100	22	31,070	1,312	***
	Companies accounted for using the equity method					
24	Schwermetall Halbzeugwerk GmbH & Co. KG, Stolberg	50	12	114,527	12,744	*
	Non-consolidated companies					
25	Azeti GmbH, Berlin	100	1	0	-736	*****
26	Aurubis Holding Sweden AB, Stockholm, Sweden	100	2	16,863	-1,030	**/****
27	Aurubis Sweden AB, Finspång, Sweden	100	26	8,151	-1,037	**/****
28	Aurubis Stolberg Verwaltungs-GmbH, Stolberg	100	1	40	2	*
29	Aurubis Stolberg Asset GmbH & Co. KG, Stolberg	100	12	0	0	*
30	Aurubis Stolberg Asset Verwaltungs-GmbH, Stolberg	100	12	0	0	*
31	Hüttenbau-Gesellschaft Peute mbH, Hamburg	100	1	87	0	****
32	Aurubis Hong Kong Ltd., Hong Kong, China	100	2	976	-74	****
33	Aurubis Metal Products (Shanghai) Co., Ltd, Shanghai, China	100	32	188	17	**/****
34	Aurubis Rus LLC, St. Petersburg, Russia	100	2	1	-2	**/***
35	Retorte do Brasil, Joinville, Brazil	51	17	570	17	**/***
36	Schwermetall Halbzeugwerk GmbH, Stolberg	50	12	60	12	**/***
37	JoSeCo GmbH, Kirchheim/Swabia	50	17	244	22	****
38	Aurubis Middle East FZE, Dubai	100	19	158	17	***
39	Aurubis Turkey Kimya Anonim Sirketi, Istanbul, Turkey	100	9	20	2	**/***
40	Aurubis America Holding Inc., Tampa, USA	100	1	895	-2	****
41	Aurubis Tampa LLC, Tampa, USA	100	40	664	-198	**/****

* The disclosed equity and annual result are based on the IFRS reporting package as German statutory or country-specific financial statements are not yet available.
** Local currency amounts are converted into EUR at the applicable closing rate or average rate as at September 30, 2020.
*** Disclosed on the basis of the annual financial statements as at September 30, 2020 or the annual financial statements under commercial law, or territory-specific law, as at December 31, 2019.
**** Disclosed on the basis of the annual financial statements as at September 30, 2019.
***** Interim financial statements as at June 30, 2020.

PROPOSED APPROPRIATION OF EARNINGS

in € thousand	2019/20
Net income for the year of Aurubis AG	176,505,141.57
Retained profit brought forward from the prior year	71,395,072.22
Allocations to other revenue reserves	88,200,000.00
Unappropriated earnings	**159,700,213.79**

A proposal will be made to the Annual General Meeting that Aurubis AG's unappropriated earnings of € 159,700,213.79 are used to pay a dividend of € 1.30 per no-par-value share and that € 102,943,474.79 be carried forward. The freely available shares at the balance sheet date, amounting to 43,659,030 shares (= € 56,756,739), were taken as a basis. If the number of no-par-value shares changes up until the Annual General Meeting, an accordingly adjusted proposal on the distribution of profits will be presented at the Annual General Meeting, with an unchanged proposal for the appropriation of the profit of € 1.30 per no-par-value share with a dividend entitlement since treasury shares are not entitled to a dividend.

Hamburg, December 8, 2020

The Executive Board

Roland Harings	Dr. Heiko Arnold	Dr. Thomas Bünger	Rainer Verhoeven
Chairman	Member	Member	Member

Independent Auditor's Report

To Aurubis AG, Hamburg/Germany

REPORT ON THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS AND OF THE COMBINED MANAGEMENT REPORT

AUDIT OPINIONS

We have audited the annual financial statements of Aurubis AG, Hamburg/Germany, which comprise the balance sheet as at 30 September 2020, and the statement of profit and loss for the financial year from 1 October 2019 to 30 September 2020, and the notes to the financial statements, including the presentation of the recognition and measurement policies. In addition, we have audited the combined management report of Aurubis AG, Hamburg/Germany, and the Group for the financial year from 1 October 2019 to 30 September 2020. In accordance with the German legal requirements, we have not audited the content of the corporate governance statement pursuant to Section 289f German Commercial Code (HGB) combined with the consolidated corporate governance statement pursuant to Section 315d German Commercial Code (HGB), which is part of the combined management report, and the separate non-financial report pursuant to Sections 289b (3) and 289c to 289e German Commercial Code (HGB) combined with the consolidated non-financial report pursuant to Sections 315b (3) and 315c German Commercial Code (HGB) referred to in the combined management report.

In our opinion, on the basis of the knowledge obtained in the audit,

» the accompanying annual financial statements comply, in all material respects, with the requirements of German commercial law applicable to business corporations and give a true and fair view of the assets, liabilities and financial position of the Company as at 30 September 2020 and of its financial performance for the financial year from 1 October 2019 to 30 September 2020 in compliance with German Legally Required Accounting Principles, and
» the accompanying combined management report as a whole provides an appropriate view of the Company's position. In all material respects, this combined management report is consistent with the annual financial statements, complies with German legal requirements and appropriately presents the opportunities and risks of future development. Our audit opinion on the combined management report does not cover the contents of the corporate governance statement combined with the consolidated corporate governance statement specified above, and of the separate non-financial report combined with the consolidated non-financial report.

Pursuant to Section 322 (3) sentence 1 German Commercial Code (HGB), we declare that our audit has not led to any reservations relating to the legal compliance of the annual financial statements and of the combined management report.

BASIS FOR THE AUDIT OPINIONS

We conducted our audit of the annual financial statements and of the combined management report in accordance with Section 317 German Commercial Code (HGB) and the EU Audit Regulation (No. 537/2014; referred to subsequently as "EU Audit Regulation") and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW). We performed the audit of the annual financial statements in supplementary compliance with the International Standards on Auditing (ISA). Our responsibilities under those requirements, principles and standards are further described in the "Auditor's Responsibilities for the Audit of the Annual Financial Statements and of the Combined Management Report" section of our auditor's report. We are independent of the Company in accordance with the requirements of European law and German commercial and professional law, and we have fulfilled our other German professional responsibilities in accordance with these requirements. In addition, in accordance with Article 10 (2) point (f) of the EU Audit Regulation, we declare that we have not provided non-audit services prohibited under Article 5 (1) of the EU Audit Regulation. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions on the annual financial statements and on the combined management report.

KEY AUDIT MATTERS IN THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the annual financial statements for the financial year from 1 October 2019 to 30 September 2020. These matters were addressed in the context of our audit of the annual financial statements as a whole and in forming our audit opinion thereon; we do not provide a separate audit opinion on these matters.

In the following we present the key audit matters we have determined in the course of our audit:

❶ VALUATION OF SHARES IN AFFILIATED COMPANIES
❷ FINANCIAL INSTRUMENTS – HEDGE ACCOUNTING

Our presentation of these key audit matters has been structured as follows:

ⓐ description (including reference to corresponding information in the annual financial statements and in the combined management report)

ⓑ auditor's response

❶ VALUATION OF SHARES IN AFFILIATED COMPANIES

ⓐ As at 30 September 2020, shares in affiliated companies of mEUR 1,738.9 (39% of the balance sheet total) were reported in the annual financial statements of Aurubis AG. Write-downs on Share in affiliated companies in the amount of EUR 12.9 million have been recorded the statement of profit and loss within fiscal year 2019/2020.

Aurubis AG determines the fair values according to the discounted cash flow method, under which the present values of the expected future cash flows resulting from the planning accounts prepared by the executive directors are discounted. The result of the valuations depends on the estimated future cash inflows, in particular the derivation of the perpetual annuity by the executive directors, and the discount and growth rates used in each case. In this light and given the high complexity of the valuation method as well as discretions on the part of the executive directors in view of the valuation, we classified this matter as a key audit matter as part of our audit.

The information provided by the executive directors on the valuation of the shares in affiliated companies and the receivables from affiliated companies are included in the "Recognition and Measurement Policies" and "Notes to the Balance Sheet" sections of the notes to the financial statements.

ⓑ Within the scope of our audit, we obtained an understanding of the arrangements and measures designed to ensure a proper planning process, and evaluated whether the valuation technique underlying the determination of the fair values appropriately corresponds to the conceptual requirements conferred by professional standards, and whether the calculations made under it are correct. We have assessed whether the underlying expected future cash inflows as estimated by executive directors and the capital costs recognised, as a whole, represent a proper basis for valuation. Among other factors, our assessment is based on a direct comparison with general and industry-specific market expectations and explanations given by the executive directors concerning the significant value drivers and assumptions underlying the planning. We have examined whether the fair values, as determined in this way, were subject to an accurate direct comparison with the respective book values in order to determine whether any write-downs or reversals of such write-downs need to be recognised.

❷ FINANCIAL INSTRUMENTS – HEDGE ACCOUNTING

ⓐ Aurubis AG has concluded a large number of contracts for various derivative financial instruments. These serve to hedge risks in connection with foreign exchange rates, interest rates and commodity prices arising from ordinary business activities in connection with external contractors and group companies based on the hedging policy defined by the executive directors and documented in the relevant internal guidelines. The aim of using derivative financial instruments is to mitigate volatility in relation to earnings and cash flows resulting from changes in exchange rates – mainly in respect to revenue and the cost of materials denominated in foreign currencies –, in interest rates underlying the floating-rate financing facilities, and in the copper price in the context of purchasing and selling metal.

The nominal volume of the derivative instruments concluded with external contractors totals bEUR 2.7 as at 30 September 2020. The Company has concluded offsetting derivatives with a nominal value of bEUR 1.7 with group companies. The determination of the fair values of the derivative financial instruments takes into account the market information (market values) at the measurement date. As at 30 September 2020, these amount to mEUR 14.3 net, of which an amount of mEUR 3.7 is recognised as a provision. To the extent possible, hedging relationships are recognised in connection with the respective underlying transactions pursuant toSection 254 German Commercial Code (HGB), as a result of which the hedging instruments, in applying the net hedge presentation method (Einfrierungsmethode), will not be reflected in the balance sheet over the duration of the hedging relationship to the extent that the hedging relationship remains effective. In our opinion and in light of the high complexity and the number of transactions as well as the extensive requirements concerning the accounting and disclosures to be made in the notes to the financial statements, these matters were considered significant in our audit.

The information provided by the Company concerning the recognition of derivative financial instruments and hedge accounting are included under the recognition and measurement policies in section 8 of the notes to the balance sheet and the notes to the financial statements, as well as in the reporting on opportunities and risks of the combined management report.

ⓑ Within the scope of our audit and in consultation with our internal specialists from the Financial Risk function, we reviewed, inter alia, the contractual and financial basis, and obtained an understanding of the recognition of hedging relationships, including the application of hedge accounting. In concert with these specialists, we reviewed the Company's internal control as regards derivative financial instruments, including internal monitoring of compliance with the hedging policy, and the controls on design, implementation and effectiveness. Moreover, in auditing the fair value measurement of the financial instruments, we assessed the measurement methods and reconstructed the evaluation on the basis of market data for a representative set of samples. We analysed the methods applied as well as their appropriate systemic implementation to assess the effectiveness of the hedging relationship. Our assessment of the completeness of the recognised transactions and the assessment of the fair values of the recognised transactions were based on confirmations from banks and brokers. As regards the expected cash flows and the assessment of the effectiveness of the hedges, we evaluated the levels of hedging carried out in the past on a mainly retrospective basis. We have audited the completeness and accuracy of the disclosures made in the notes to the financial statements.

OTHER INFORMATION

The executive directors and/or the supervisory board are responsible for the other information. The other information comprises

» the group statement on corporate governance pursuant to Section 315d German Commercial Code (HGB) combined with the statement on corporate governance pursuant to Section 289f German Commercial Code (HGB) referred to in "Legal Disclosures" section of the combined management report,
» the separate non-financial group report pursuant to Sections 315b (3) and 315c German Commercial Code (HGB) combined with the separate non-financial report pursuant to Sections 289b (3) and 289c to 289e German Commercial Code (HGB) referred to in "Separate Non-Financial Report" section of the combined management report,
» the executive directors' confirmation regarding the consolidated financial statements and the combined management report pursuant to Section 297 (2) sentence 4 and Section 315 (1) sentence 5 German Commercial Code (HGB), respectively.

Our audit opinions on the annual financial statements and on the combined management report do not cover the other information, and consequently we do not express an audit opinion or any other form of assurance conclusion thereon.

In connection with our audit, our responsibility is to read the other information and, in so doing, to consider whether the other information

» is materially inconsistent with the annual financial statements, with the combined management report or our knowledge obtained in the audit, or
» otherwise appears to be materially misstated.

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

RESPONSIBILITIES OF THE EXECUTIVE DIRECTORS AND THE SUPERVISORY BOARD FOR THE ANNUAL FINANCIAL STATEMENTS AND THE COMBINED MANAGEMENT REPORT

The executive directors are responsible for the preparation of the annual financial statements that comply, in all material respects, with the requirements of German commercial law applicable to business corporations, and that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German Legally Required Accounting Principles. In addition, the executive directors are responsible for such internal control as they, in accordance with German Legally Required Accounting Principles, have determined necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the executive directors are responsible for assessing the Company's ability to continue as a going concern. They also have the responsibility for disclosing, as applicable, matters related to going concern. In addition, they are responsible for financial reporting based on the going concern basis of accounting, provided no actual or legal circumstances conflict therewith.

Furthermore, the executive directors are responsible for the preparation of the combined management report that as a whole provides an appropriate view of the Company's position and is, in all material respects, consistent with the annual financial statements, complies with German legal requirements, and appropriately presents the opportunities and risks of future development. In addition, the executive directors are responsible for such arrangements and measures (systems) as they have considered necessary to enable the preparation of a combined management report that is in accordance with the applicable German legal requirements, and to be able to provide sufficient appropriate evidence for the assertions in the management report.

The supervisory board is responsible for overseeing the Company's financial reporting process for the preparation of the annual financial statements and of the combined management report.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS AND OF THE COMBINED MANAGEMENT REPORT

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and whether the combined management report as a whole provides an appropriate view of the Company's position and, in all material respects, is consistent with the annual financial statements and the knowledge obtained in the audit, complies with the German legal requirements and appropriately presents the opportunities and risks of future development, as well as to issue an auditor's report that includes our audit opinions on the annual financial statements and on the combined management report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Section 317 German Commercial Code (HGB) and the EU Audit Regulation, in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW) and in supplementary compliance with the ISA will always detect a material misstatement. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements and this combined management report.

We exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the annual financial statements and of the combined management report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our audit opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- obtain an understanding of internal control relevant to the audit of the annual financial statements and of arrangements and measures relevant to the audit of the combined management report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an audit opinion on the effectiveness of these systems of the Company.
- evaluate the appropriateness of accounting policies used by the executive directors and the reasonableness of estimates made by the executive directors and related disclosures.
- conclude on the appropriateness of the executive directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the annual financial statements and in the combined management report or, if such disclosures are inadequate, to modify our respective audit opinions. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to be able to continue as a going concern.
- evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German Legally Required Accounting Principles.
- evaluate the consistency of the combined management report with the annual financial statements, its conformity with German law, and the view of the Company's position it provides.

- perform audit procedures on the prospective information presented by the executive directors in the combined management report. On the basis of sufficient appropriate audit evidence we evaluate, in particular, the significant assumptions used by the executive directors as a basis for the prospective information, and evaluate the proper derivation of the prospective information from these assumptions. We do not express a separate audit opinion on the prospective information and on the assumptions used as a basis. There is a substantial unavoidable risk that future events will differ materially from the prospective information.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with the relevant independence requirements, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, the related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the annual financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter.

OTHER LEGAL AND REGULATORY REQUIREMENTS

FURTHER INFORMATION PURSUANT TO ARTICLE 10 OF THE EU AUDIT REGULATION

We were elected as auditor by the annual general meeting on 27 February 2020. We were engaged by the supervisory board on 27 February 2020. We have been the auditor of Aurubis AG, Hamburg/Germany, without interruption since the financial year 2018/2019.

We declare that the audit opinions expressed in this auditor's report are consistent with the additional report to the audit committee pursuant to Article 11 of the EU Audit Regulation (long-form audit report).

GERMAN PUBLIC AUDITOR RESPONSIBLE FOR THE ENGAGEMENT

The German Public Auditor responsible for the engagement is Annika Deutsch.

Hamburg/Germany, 8 December 2020

Deloitte GmbH
Wirtschaftsprüfungsgesellschaft

Signed: Christian Dinter	Signed: Annika Deutsch
Wirtschaftsprüfer	Wirtschaftsprüferin
(German Public Auditor)	(German Public Auditor)

Responsibility Statement

We confirm to the best of our knowledge that, in accordance with the applicable reporting principles, the Consolidated Financial Statements give a true and fair view of the assets, liabilities, financial position, and financial performance of the Group, and that the Combined Management Report provides a true and fair view of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group.

Hamburg, December 8, 2020

The Executive Board

Roland Harings	Dr. Heiko Arnold	Dr. Thomas Bünger	Rainer Verhoeven
Chairman	Member	Member	Member

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Metals for Progress

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