

**RIETER**



# **Acquisition of Three Businesses from Saurer**

**Media and Investor Presentation, August 16, 2021**

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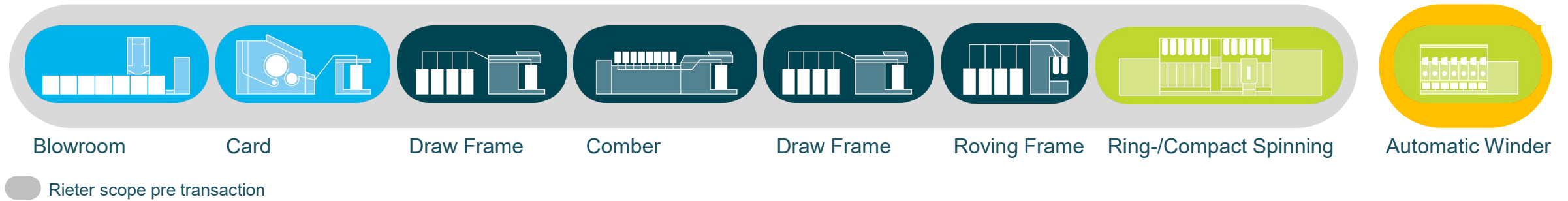
## Key Messages

- Investment in completion of Rieter's ring- and compact spinning systems (Schlafhorst automatic winder) ...
- ... and in two attractive components businesses (Accotex and Temco)
- Combined turnover of the three businesses:  
2020 EUR 142 million, 2019 EUR 235 million and 2018 EUR 260 million
- Purchase price (on a cash and debt free basis) EUR 300 million, financed from cash and existing credit lines
- Closing expected in August 2021, full implementation six to nine months
- Changes in the Board of Directors

# Strategic Rationale – Completion of Ring- and Compact Systems



## Ring- and compact spinning process



## Automatic Winder

- Takes ~50g portions of yarn from ring- and compact spinning machine
- Unwinds, cuts out yarn imperfections, connects yarn ends, rewinds bobbins of 4-5 kg
- Important market segment (Saurer sales 2018: EUR 192.6 million)
- Additional sales potential in connection with Rieter systems
- System integration will result in differentiation through customer benefits

# Strategic Rationale – Two Attractive Components Businesses



## Accotex – Cots and Aprons

- Components for spinning machines, in particular for ring- and compact spinning
- Premium brand with strong innovation focus
- Attractive OEM and wear & tear business
- Sales 2018: EUR 31.8 million



## Temco – Bearing Solutions and Texturing Components

- Components for filament machines
- Premium brand with strong innovation focus
- Attractive OEM and wear & tear business
- Sales 2018: EUR 35.3 million

# Key Financials



EUR	Winder Components		2020 Total	Winder Components		2019 Total	Winder Components		2018 Total
<b>Order Intake</b>	94.9	54.2	<b>149.1</b>	164.6	50.3	<b>214.9</b>	180.5	73.8	<b>254.3</b>
<b>Net Sales</b>	92.4	49.6	<b>142.0</b>	170.9	63.9	<b>234.7</b>	192.6	67.1	<b>259.7</b>
<b>EBITDA*</b>	-8.0	3.0	<b>-5.1</b>	11.5	9.9	<b>21.4</b>	21.6	12.2	<b>33.8</b>
<b>EBIT*</b>	-16.3	0.2	<b>-16.1</b>	4.3	7.2	<b>11.5</b>	14.5	9.5	<b>24.0</b>

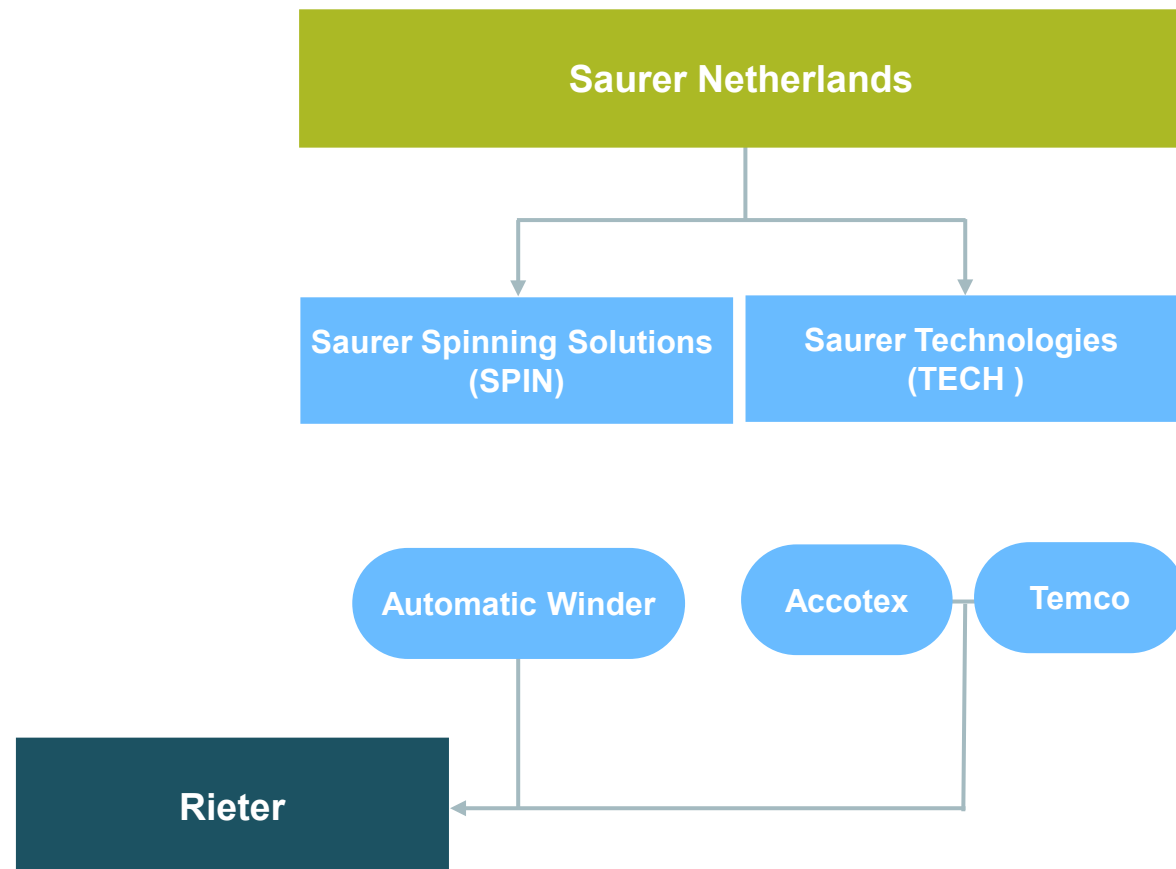
\* Without trademark and management fees

## Key Financial Considerations

- Purchase price EUR 300 million (on a cash and debt free basis)
- EBITDA-multiple 8.9 x (EBITDA 2018)
- Purchase price financed from cash and available credit lines

# Implementation

- Rieter acquires 57% of the shares of Saurer Netherlands Machinery Company B.V., Amsterdam/Netherlands
- Saurer Netherlands is the parent company of Saurer Spinning Solutions GmbH & Co. KG, Uebach-Palenberg/Germany (SPIN) and Saurer Technologies GmbH & Co. KG, Krefeld/Germany (TECH)
- Insolvency proceedings of SPIN and TECH will be terminated
- Carve-out/integration of Schlafhorst automatic winder from SPIN and Accotex/Temco from TECH
- Rieter and Saurer will agree on supply of automatic winders to Sauer
- Rieter to return the participation in Saurer Netherlands Machinery Company B.V. to Saurer



## Changes in the Board of Directors

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- The Board of Directors of Rieter Holding Ltd. intends to convene an Extraordinary General Meeting at which its members, Luc Tack and Stefaan Haspeslagh, are to be dismissed
- Reason: Luc Tack and Stefaan Haspeslagh used confidential information on the acquisition of Saurer businesses to compete with Rieter through their own offer
- Additionally, Rieter will file a criminal complaint against Luc Tack and Stefaan Haspeslagh



# Disclaimer

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# Appendix

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# Financial Calendar

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Trading Update 2021	October 22, 2021
Publication of sales 2021	January 26, 2022
Deadline for proposals regarding the agenda of the Annual General Meeting	February 18, 2022
Results press conference 2022	March 9, 2022
Annual General Meeting 2022	April 7, 2022