

FINANCIAL PERFORMANCE OF THE GROUP

Total assets amounted to EUR 6,587 million as of December 31, 2021 (December 31, 2020: EUR 7,081 million), thus decreasing by 7% compared with the previous year's reporting date. Key changes compared with the reporting date in the previous year are described below:

FINANCIAL PERFORMANCE

in EUR m

	12/31/2021	12/31/2020	Absolute change	Absolute in %
Assets				
Goodwill	2,163	2,177	-14	-1
Programming assets	973	1,072	-99	-9
Other intangible assets	867	943	-76	-8
Property, plant and equipment	495	443	52	12
Other	484	341	143	42
Non-current assets	4,982	4,975	7	0
Programming assets	172	141	30	22
Trade receivables	504	569	-65	-11
Other	334	172	163	95
Cash and cash equivalents	594	1,224	-630	-51
Current assets	1,605	2,106	-502	-24
Total assets	6,587	7,081	-495	-7
Liabilities				
Equity	2,099	1,687	412	24
Non-current financial debt	2,395	2,591	-197	-8
Other	743	826	-82	-10
Non-current liabilities	3,138	3,417	-279	-8
Current financial debt	51	601	-550	-92
Other	1,299	1,376	-77	-6
Current liabilities	1,350	1,977	-627	-32
Total equity and liabilities	6,587	7,081	-495	-7

Programming assets amounted to EUR 1,145 million (December 31, 2020: EUR 1,213 million). The development of programming assets is characterized by different effects: Due to higher impairments, consumption increased to EUR 1,026 million in the full year (previous year: EUR 999 million). At the same time, additions to programming assets decreased, reflecting our content strategy focused on local and live content. Against this background, investments in licensed programming decreased in 2021. The individual carrying amounts as of December 31 were as follows:

STATEMENT OF CHANGES IN PROGRAMMING ASSETS

in EUR m

	2021	2020
Carrying amount 01/01	1,213	1,204
Additions	983	1,027
Disposals	-25	-17
Consumption	-1,026	-999
Other change	-1	-1
Carrying amount 12/31	1,145	1,213

ProSiebenSat.1 Group generally settles the financial obligations from programming rights purchases in US dollars. To hedge against exchange rate fluctuations, the Group applies a range of derivative and non-derivative financial instruments in the form of currency forwards, foreign currency swaps, foreign currency options and foreign currency cash positions. As of December 31, 2021, the hedge ratio was 76% based on the total volume of all future US dollar payments resulting from existing license agreements that will fall due within a strategic hedge horizon of seven years (December 31, 2020: 80%).

EARNINGS EFFECTS OF PROGRAMMING ASSETS

in EUR m

	2021	2020
Consumption	1,026	999
Change in provision for onerous contracts	-31	-33
Consumption incl. change in provision for onerous contracts	995	966

Other intangible assets declined by 8% to EUR 867 million at the end of the financial year (December 31, 2020: EUR 943 million). This was mainly due to the deconsolidations carried out in the past financial year.

Property, plant and equipment increased by 12% to EUR 495 million (December 31, 2020: EUR 443 million). The main reasons for this are newly rented commercial spaces in Germany and advance payments made in connection with the new campus building in Unterföhring.

Other non-current assets grew by 42% and amounted to EUR 484 million (December 31, 2020: EUR 341 million). This increase is attributable, among other things, to the investment in the sport and fitness platform Urban Sports Club, whose investment is accounted for using the equity method, and positive valuation effects from fund investments.

A very significant increase was recorded in other **current assets**, which nearly doubled to EUR 334 million (December 31, 2020: EUR 172 million). One reason for this were positive valuation effects from the IPO of ABOUT YOU. Other reasons include the increase in income tax prepayments as a result of the positive earnings development and higher short-term foreign currency hedges.

By contrast, **current trade receivables** declined by 11% to EUR 504 million as of the reporting date (December 31, 2020: EUR 569 million).

Cash and cash equivalents amounted to EUR 594 million (December 31, 2020: EUR 1,224 million). This significant decrease compared to the previous year's reporting date reflects the Group's active financial management. In January 2021, for example, ProSiebenSat.1 repaid a bond with a volume of EUR 600 million ahead of schedule. In addition, the Group is continuing its general dividend policy and distributed EUR 111 million to its shareholders as a dividend in June 2021.

→ Borrowings and Financing Structure

Equity increased by 24% to EUR 2,099 million (December 31, 2020: EUR 1,687 million). On the one hand, this development is attributable to the positive net income in the reporting period. On the

other hand, the currency translation of foreign subsidiaries' financial statements and the value performance of long-term foreign currency hedges in US dollars had an impact. In line with this, the equity ratio increased to 31.9% (December 31, 2020: 23.8%). The early repayment of a bond originally maturing in April 2021, with a carrying amount of EUR 600 million, had a significant positive impact on total capital.

Financial debt decreased significantly, in particular as a result of the early bond repayment, amounting to EUR 2,446 million (December 31, 2020: EUR 3,192 million).

The 10% change in **other non-current liabilities** to EUR 743 million (December 31, 2020: EUR 826 million) is mainly attributable to the decrease in contingent purchase price liabilities.

Other current liabilities also declined to EUR 1,299 million (December 31, 2020: EUR 1,376 million). The decrease is mainly due to lower trade payables and lower provisions for onerous contracts compared with the previous year.

NET WORKING CAPITAL

NET WORKING CAPITAL

in EUR m

	12/31/2021	12/31/2020
Inventories	49	44
Receivables	517	588
Trade payables	607	692
Net working capital	-40	-60

ProSiebenSat.1 Group's **net working capital** amounted to minus EUR 40 million as of December 31, 2021 (December 31, 2020: EUR -60 million). The ratio of average net working capital to revenues of the past twelve months was minus 0.9% as of December 31, 2021 (December 31, 2020: -1.5%).