

FINANCIAL STATEMENTS 2016

# pure mobility



**elring**klinger

# Financial Statements of ElringKlinger AG for Fiscal 2016

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## **Note concerning the management report of ElringKlinger AG:**

In 2016, the management report of ElringKlinger AG and the Group management report have been brought together in a combined format. The combined management report has been published within the Annual Report of ElringKlinger AG is available at [www.elringklinger.de/investor/2016-gbag-en.pdf](http://www.elringklinger.de/investor/2016-gbag-en.pdf)

This report was published on March 30, 2017, and is available in German and English. Only the German version shall be legally binding.

# pure mobility

*Climate change and attendant emissions legislation are to be seen as the key drivers behind technological advancement in the automotive industry. Against this backdrop, manufacturers have been stepping up their efforts to increase the proportion of alternative-drive vehicles within their fleets in the foreseeable future. This is motivated by the fact that ever-stricter CO<sub>2</sub> standards can ultimately only be met with the help of more efficient combustion engines or alternative powertrain technology. ElringKlinger was quick off the mark when it came to embracing the idea of next-generation mobility. For more than a decade, the company has been focusing closely on areas that are of particular significance to the future of the industry, such as battery systems, fuel cell technology, and lightweight design. ElringKlinger provides innovative solutions for all types of drive system. Building on its extensive portfolio of products, it is actively shaping the path that leads to tomorrow's mobility.*

ElringKlinger AG, Dettingen/Erms  
Balance sheet as of December 31, 2016 in EUR k

<b>A s s e t s</b>	Dec. 31, 2016	Dec. 31, 2015
<b>A. Fixed assets</b>		
<b>I. Intangible fixed assets</b>		
1. Purchased industrial property rights and licenses	6,780	8,702
2. Goodwill	180	287
3. Advance payments	1,151	203
	<b>8,111</b>	<b>9,192</b>
<b>II. Tangible fixed assets</b>		
1. Property and buildings	147,718	135,494
2. Technical equipment and machines	107,295	114,324
3. Other equipment, operating and office equipment	30,176	28,593
4. Advance payments and fixed assets under construction	40,422	20,477
	<b>325,611</b>	<b>298,888</b>
<b>III. Fixed financial assets</b>		
1. Shares in affiliated companies	415,827	402,013
2. Loans to affiliated companies	31,698	36,873
3. Equity investments	8	8
4. Securities classified as fixed financial assets	440	661
5. Other loans	0	0
	<b>447,973</b>	<b>439,555</b>
	<b>781,695</b>	<b>747,635</b>
<b>B. Current assets</b>		
<b>I. Inventories</b>		
1. Raw materials, consumables and supplies	27,320	27,599
2. Work in progress	36,538	36,077
3. Finished goods and merchandise	55,423	59,743
4. Advance payments	6,524	2,176
	<b>125,805</b>	<b>125,595</b>
<b>II. Receivables and other assets</b>		
1. Trade receivables	82,214	80,529
2. Receivables from affiliated companies	118,542	90,321
3. Other assets	6,613	8,207
	<b>207,369</b>	<b>179,057</b>
<b>III. Cash in hand, bank deposits and checks</b>		
	<b>84</b>	<b>152</b>
	<b>333,258</b>	<b>304,804</b>
<b>C. Prepaid expenses</b>		
	<b>1,818</b>	<b>1,202</b>
	<b>1,116,771</b>	<b>1,053,641</b>

<b>Liabilities and shareholder's equity</b>	Dec. 31, 2016	Dec. 31, 2015
<b>A. Equity</b>		
<b>I. Share capital</b>	<b>63,360</b>	<b>63,360</b>
<b>II. Capital reserves</b>	<b>120,827</b>	<b>120,827</b>
<b>III. Revenue reserves</b>		
1. Statutory reserve	3,013	3,013
2. Other revenue reserves	337,187	310,054
	<b>340,200</b>	<b>313,067</b>
<b>IV. Net retained earnings</b>	<b>31,680</b>	<b>34,848</b>
	<b>556,067</b>	<b>532,102</b>
<b>B. Provisions</b>		
1. Provisions for pensions and similar obligations	65,908	65,787
2. Provisions for taxes	6,594	1,604
3. Other provisions	37,369	36,847
	<b>109,871</b>	<b>104,238</b>
<b>C. Liabilities</b>		
1. Liabilities due to banks	383,612	342,107
2. Payments received on account of orders	1,418	4,409
3. Trade payables	20,729	20,416
4. Liabilities to affiliated companies	18,250	24,168
5. Other liabilities	23,178	19,102
of which from taxes EUR 2,563 k (EUR 2,246 k)		
of which relating to social security EUR 91 k (EUR 109 k)		
	<b>447,187</b>	<b>410,202</b>
<b>D. Deferred income</b>	<b>365</b>	<b>475</b>
<b>E. Deferred tax liabilities</b>	<b>3,281</b>	<b>6,624</b>
	<b>1,116,771</b>	<b>1,053,641</b>

ElringKlinger AG, Dettingen/Erms  
Income statement for the period from  
January 1 to December 31, 2016

in EUR k	2016	2015
1. Sales revenue	622,173	592,364
2. Increase in finished goods and work in process	862	1,779
3. Other own work capitalized	1,268	604
4. Other operating income	18,487	45,660
5. Cost of materials		
a) Expenses for raw materials, supplies and merchandise	-238,869	-248,404
b) Expenses for purchased services	-33,734	-32,550
6. Personnel expenses		
a) Wages and salaries	-152,074	-141,412
Social security charges and expenses for pensions	-28,481	-31,556
of which for retirement pensions EUR -2,422 k (EUR -7,530 k)		
7. Amortization and depreciation on intangible fixed and tangible fixed assets	-31,234	-28,182
8. Other operating expenses	-83,606	-86,983
9. Income from equity investments		
of which from affiliated companies EUR 18,878 k (EUR 15,462 k)	18,878	15,462
10. Income from other securities and loans classified as fixed financial assets		
of which from affiliated companies EUR 1,012 k (EUR 1,536 k)	1,030	1,552
11. Interest and similar income		
of which from affiliated companies EUR 1,161 k (EUR 704 k)	1,196	777
12. Write-downs on fixed financial assets	-6,011	-6,802
13. Interest and similar expenses	-9,481	-9,344
of which from affiliated companies EUR -317 k (EUR -409 k)		
thereof expenses from discounting EUR -2,853 k (EUR -3,025 k)		
14. Taxes on income	-21,429	-18,135
<b>15. Earnings after taxes</b>	<b>58,975</b>	<b>54,830</b>
16. Other taxes	-163	-43
<b>17. Net income</b>	<b>58,812</b>	<b>54,787</b>
18. Transfer to other revenue reserves	-27,132	-19,939
<b>19. Net retained earnings</b>	<b>31,680</b>	<b>34,848</b>



## ElringKlinger AG, Dettingen/Erms

### Notes to the Financial Statements for the Financial Year 2016

#### **General information**

The financial statements of ElringKlinger AG, Dettingen/Erms, are prepared in accordance with the provisions of the German Stock Corporation Act (Aktiengesetz, "AktG") and the German Commercial Code (Handelsgesetzbuch, "HGB") that apply for large-sized corporations. The Articles of Association contain regulations on profit appropriation. ElringKlinger AG has its registered office in Dettingen/Erms. The Company is entered in the commercial register of the Stuttgart local court under HRB no. 361242.

The income statement was prepared in accordance with the nature of expense method.

In order to provide clarity and transparency of the presentation, the financial statements were prepared with figures shown in thousand euros (EUR k). In addition, supplementary explanations have been provided for some annotations and details on the composition of line items included in the notes.

The financial year is the calendar year.

#### **Transition to the provisions of the BilRUG ["Bilanzrichtlinie-Umsetzungsgesetz": German Act to Implement the EU Accounting Directive]**

The new provisions of the German Act to Implement the EU Accounting Directive (BilRUG), which came into force on July 18, 2015, were applied for financial year 2016 for the first time. The Company did not make use of the option to adopt the act in parts early.

The previous-year figures were not adjusted.

## Accounting and valuation principles

The following accounting and valuation methods, which essentially remained unchanged in comparison to the previous year, were used to prepare the financial statements.

### Fixed assets

Additions to purchased intangible fixed assets, as well as tangible fixed assets and fixed financial assets are recognized at acquisition or manufacturing cost. In addition to the direct cost of materials and production, manufacturing cost also includes production overheads and indirect material cost, as well as the appropriate amortization and depreciation.

The Company has not exercised the capitalization option, pursuant to § 248 (2) HGB, for internally generated intangible assets. Therefore, research and development cost was expensed in full in the period incurred.

Assets with finite useful lives are depreciated using the straight-line method applied over their expected useful lives.

Goodwill attributable to Maier Formenbau GmbH, which was acquired in 2016, will be amortized over a period of 10 years.

Some movable property acquired or manufactured through December 31, 2009, was initially depreciated using the declining-balance method and then later using the straight-line method. Additions subsequent to January 1, 2010, are depreciated on a straight-line basis over the expected useful lives.

Since January 1, 2008, the provisions under § 6 (2) and (2a) of the German Income Tax Act (Einkommensteuergesetz, "EStG") are applied in accounting for low-value assets in accordance with HGB. Movable items of finite-lived fixed assets which are independently usable are recognized as operating expenses in the amount of their acquisition or manufacturing cost in the year they are acquired, manufactured or put into service, if, after deduction of any input tax amounts, the cost does not exceed EUR 150 for the individual asset. Each year, a collective item within the meaning of § 6 (2a) EStG is recorded for low-value assets with acquisition or manufacturing costs exceeding EUR 150 but less than EUR 1,000, less any input tax. Each annual collective item is depreciated over a period of five years. The early disposal of operating assets does not reduce the carrying amount of this collective item.

Shares in affiliated companies and equity investments classified as fixed financial assets are recognized at the lower of cost or market value. Loans are recognized at their nominal value. If necessary or permissible, impairments are recognized. For shares in affiliated companies and equity investments classified as fixed financial assets, annual impairment tests determine the appropriate amount of impairment to be recognized. These impairment tests reflect the capitalized earning value calculated on the basis of the mid-term budgets of each respective shareholding and under the assumption of a perpetual annuity subsequent to the last mid-term planning period. An impairment is recognized if the carrying amount exceeds the resulting capitalized earnings value.

If the reasons for impairments charged in previous periods no longer apply, these charges are reversed to a maximum amount of historical cost less accumulated depreciation.

Securities classified as fixed financial assets are recognized at the lower of cost or market value.

### **Current assets**

Inventories are recognized at acquisition or manufacturing cost under application of simplified measurement options in accordance with the principle of lower of cost or market value. Raw materials, consumables, supplies and merchandise are measured at their average acquisition cost. In certain cases, agreed values are used.

Work in progress and finished goods are measured based on manufacturing cost. Manufacturing cost includes elements from § 255 (2) HGB which must be capitalized. These are recognized in the event of declining sales prices. Valuation allowances are made to account for impairment from obsolescence and poor quality and to account for lower net realizable values.

In the majority of cases, the customers acquire beneficial ownership of tools. The tools are recognized under inventories until the transfer of beneficial ownership.

Receivables and other assets are recognized at nominal value. Valuation allowances are recognized for individual risks identified for receivables and other assets. The general credit risk is taken into account through a lump sum valuation allowance.

Cash on hand and bank balances are measured at nominal value.

Payments made before the balance sheet date are recognized as prepaid expenses if they represent an expense for a certain time after the balance sheet date.

### **Equity**

Share capital is recognized at its par value.

### **Provisions and liabilities**

Pension obligations are measured as of December 31, 2016, in accordance with actuarial principles using the projected unit credit method. The 2005 G Heubeck mortality tables are used as the biometrical basis for calculation. The average market interest rate of the past 10 years is applied as the actuarial interest rate assuming a remaining term of 15 years. In addition to this, salary and pension trends are applied, as are age and gender-specific fluctuation probabilities.

Provisions for partial retirement and those for long-term service obligations are measured on the basis of an annual actuarial interest rate of 1.61% (p.y. 2.08%), an income trend of 3.00% (p.y. 3.00%), and the 2005 G mortality tables established upon actuarial principles by Dr. Klaus Heubeck. Provisions for obligations arising from partial retirement schemes are recognized according to the block model. Provisions for partial retirement were recognized for partial retirement contracts agreed as of the balance sheet date, as well as potential future contracts. They include benefit increases and the Company's settlement obligations which have been accrued as of the balance sheet date.

Provisions for long-service awards are measured on the basis of an interest rate of 3.28% (p.y. 3.94%) and based on the projected unit credit method and the 2005 G mortality tables by Dr. Klaus Heubeck in accordance with actuarial principles. In addition, the calculation assumes a 3.00% income trend (p.y. 3.00%), a 0.75% career trend (p.y. 0.75%), an inflation rate of 1.50% (p.y. 1.50%), an average turnover of 1.75% (p.y. 1.50%) as well as an increase in the income ceiling for the assessment of contributions to the statutory pension and health insurance schemes of 1.50% (p.y. 1.75%).

Tax and other provisions are established for all recognizable risks for expected losses from pending transactions and uncertain liabilities and are measured at the settlement value according to prudent business judgment and taking into account price and cost increases.

Provisions due in more than one year are discounted using the average market interest rate of the past seven years corresponding to their remaining term. Pension provisions are discounted using the average market rate of the past 10 years.

Existing plan assets that are exempt from attachment by all other creditors and that serve exclusively to settle liabilities from post-employment benefit obligations or similar long-term liabilities ("plan assets") are offset against the related liabilities. Accordingly, related expenses and income are offset. Existing plan assets are recognized at fair value.

Liabilities are recognized at their settlement amount.

Receipts prior to the balance sheet date are recognized as deferred income if they represent earnings for a certain time after the balance sheet date.

#### **Foreign currency items and currency translation**

Receivables and payables in foreign currency are measured at the mean spot rate at the balance sheet date. For receivables and payables due in more than one year, measurement of foreign currency is carried out in accordance with the historical cost convention or the imparity principle.

**Deferred taxes**

Deferred taxes are recognized at a tax rate of 28.6% (p.y. 27.9%) for the temporary and quasi-permanent differences arising between the carrying amounts of assets, liabilities, prepaid expenses and deferred income compared with their respective tax bases. If necessary, tax loss carryforwards are also taken into account. Deferred tax assets and liabilities are offset against each other. If an overall deferred tax asset results, this is not recognized in accordance with the option under § 274 (1) sentence 2 HGB.

Deferred taxes are calculated on the basis of an effective tax rate of 28.6% (p.y. 27.9%), which breaks down into 15.8% (p.y. 15.8%) for the corporate income tax rate including solidarity surcharge and 12.8% (p.y. 12.1%) for municipal trade tax that is expected to apply when the differences are reversed. The tax rate for municipal trade tax is determined on the basis of the average trade tax multiplier of 365% (p.y. 347%).

## **Balance sheet disclosures**

### **Fixed assets**

The statement of changes in fixed assets of ElringKlinger AG and the schedule of shareholdings are shown on the following pages.

In addition to shares in affiliated companies and equity investments classified as fixed financial assets, fixed financial assets include loans and securities.

The change in shares in affiliated companies is mainly due to a number of capital increases. Write-downs totaling EUR 6,000 k were made to the carrying amount of affiliated companies for impairments that were expected to be permanent. Write-downs on shares in affiliated companies were reversed by a total amount of EUR 6,498 k.

### **Receivables and other assets**

Of the receivables from affiliated companies, an amount of EUR 78,020 k (p.y. EUR 36,981 k) concerns financial transactions, while the remainder are trade receivables. As in the previous year, there were no receivables from equity investments classified as fixed financial assets as of December 31, 2016.

Of the other assets, an amount of EUR 542 k (p.y. EUR 658 k) has a remaining term of more than one year. As in the previous year, all other receivables and other assets are due in less than one year.

## Changes in fixed assets in the financial year 2016

	Acquisition or manufacturing cost					
	Jan. 1, 2016	Addition Maier- Formenbau	Additions	Reclassificatio ns	Disposals	Dec. 31, 2016
	EUR k	EUR k	EUR k	EUR k	EUR k	EUR k
<b>I. Intangible fixed assets</b>						
1. Purchased industrial rights and licenses	32,483	0	1,684	33	150	34,050
2. Goodwill	1,798	192	0	0	0	1,990
3. Advance payments	203	0	981	-33	0	1,151
	34,484	192	2,665	0	150	37,191
<b>II. Tangible fixed assets</b>						
1. Property and buildings	196,239	0	4,779	13,117	733	213,402
2. Technical equipment and machines	412,598	843	6,146	3,020	12,619	409,988
3. Other equipment, operating and office equipment	112,225	73	6,240	1,203	1,532	118,209
4. Advance payments and fixed assets under construction	20,477	0	37,285	-17,340	0	40,422
	741,539	916	54,450	0	14,884	782,021
<b>III. Fixed financial assets</b>						
1. Shares in affiliated companies	412,088	0	13,316	0	0	425,404
2. Loans to affiliated companies	36,873	0	100	0	5,275	31,698
3. Equity investments	8	0	0	0	0	8
4. Securities classified as fixed financial assets	663	0	247	0	459	451
5. Other loans	0	0	0	0	0	0
	449,632	0	13,663	0	5,734	457,561
	1,225,655	1,108	70,778	0	20,768	1,276,773

Accumulated amortization and depreciation					Carrying amount		
Jan. 1, 2016	Depreciation, amortization and write-downs of the year	Reversal of write-downs	Reclassification	Disposals	Dec. 31, 2016	Dec. 31, 2016	Dec. 31, 2015
EUR k	EUR k	EUR k	EUR k	EUR k	EUR k	EUR k	EUR k
23,781	3,639	0	0	150	27,270	6,780	8,702
1,511	299	0	0	0	1,810	180	287
0	0	0	0	0	0	1,151	203
25,292	3,938	0	0	150	29,080	8,111	9,192
60,745	4,939	0	0	0	65,684	147,718	135,494
298,274	16,432	0	0	12,013	302,693	107,295	114,324
83,632	5,924	0	0	1,523	88,033	30,176	28,593
0	0	0	0	0	0	40,422	20,477
442,651	27,295	0	0	13,536	456,410	325,611	298,888
10,075	6,000	6,498	0	0	9,577	415,827	402,013
0	0	0	0	0	0	31,698	36,873
0	0	0	0	0	0	8	8
2	11	0	0	2	11	440	661
0	0	0	0	0	0	0	0
10,077	6,011	6,498	0	2	9,588	447,973	439,555
478,020	37,244	6,498	0	13,688	495,078	781,695	747,635

Schedule of shareholdings and scope of consolidation  
as of December 31, 2016

Name of company	Domicile	Capital share
		in %
<b>Parent</b>		
ElringKlinger AG	Dettingen/Erms	
<b>Shares in affiliated companies (fully consolidated in the consolidated financial statements)</b>		
<b>Domestic</b>		
Gedächtnisstiftung KARL MÜLLER		
BELEGSCHAFTSHILFE GmbH	Dettingen/Erms	100.00
Elring Klinger Motortechnik GmbH	Idstein	92.86
ElringKlinger Logistic Service GmbH	Rottenburg, Neckar	96.00
ElringKlinger Kunststofftechnik GmbH	Bietigheim-Bissingen	77.50
Polytetra GmbH /DE <sup>3)</sup>	Mönchengladbach	77.50
Hug Engineering GmbH <sup>2)</sup>	Magdeburg	93.67
new enerday GmbH /DE	Neubrandenburg	80.00
KOCHWERK Catering GmbH	Dettingen/Erms	100.00
<b>Foreign</b>		
ElringKlinger Abschirmtechnik (Switzerland) AG	Sevelen (Switzerland)	100.00
Hug Engineering AG	Elsau (Switzerland)	93.67
Elring Klinger (Great Britain) Ltd.	Redcar (UK)	100.00
ElringKlinger Italia Srl	Settimo Torinese (Italy)	100.00
Hug Engineering Italia S.r.l. <sup>2)</sup>	Milan (Italy)	93.67
Technik-Park Heliport Kft.	Kecskemét-Kádafalva (Hungary)	100.00
ElringKlinger Hungary Kft.	Kecskemét-Kádafalva (Hungary)	100.00
Elring Parts Ltd.	Gateshead (UK)	100.00
Elring Klinger, S.A.U.	Reus (Spain)	100.00
ElringKlinger TR Otomotiv Sanayi ve Ticaret A.Ş.	Bursa (Turkey)	100.00
ElringKlinger Meillor SAS	Nantiat (France)	100.00
ElringKlinger Silicon Valley, Inc.	Fremont (USA)	100.00
HURO Supermold S.R.L.	Timisoara (Romania)	100.00
ElringKlinger Canada, Inc.	Leamington (Canada)	100.00
ElringKlinger North America, Inc.	Plymouth/Michigan (USA)	100.00
ElringKlinger USA, Inc.	Buford (USA)	100.00
ElringKlinger Automotive Manufacturing, Inc.	Southfield (USA)	100.00
Hug Engineering Inc. <sup>2)</sup>	Austin (USA)	93.67
Elring Klinger México, S.A. de C.V.	Toluca (Mexico)	100.00
EKASER, S.A. de C.V.	Toluca (Mexico)	100.00
Elring Klinger do Brasil Ltda.	Piracicaba (Brazil)	100.00
ElringKlinger South Africa (Pty) Ltd.	Johannesburg (South Africa)	100.00
ElringKlinger Automotive Components (India) Pvt. Ltd.	Ranjangaon (India)	100.00
Changchun ElringKlinger Ltd.	Changchun (China)	88.00
ElringKlinger Korea Co., Ltd.	Changwon (South Korea)	100.00
ElringKlinger China, Ltd.	Suzhou (China)	100.00
ElringKlinger Engineered Plastics North America, Inc. <sup>3)</sup>	Buford (USA)	77.50
ElringKlinger Engineered Plastics (Qingdao) Commercial Co., Ltd. <sup>3)</sup>	Qingdao (China)	77.50
ElringKlinger Marusan Corporation	Tokyo (Japan)	50.00
Taiyo Jushi Kakoh Co., Ltd. <sup>4)</sup>	Tokyo (Japan)	50.00
Marusan Kogyo Co., Ltd. <sup>5)</sup>	Tokyo (Japan)	23.45
PT. ElringKlinger Indonesia <sup>4)</sup>	Karawang (Indonesia)	50.00
ElringKlinger (Thailand) Co., Ltd. <sup>4)</sup>	Bangkok (Thailand)	50.00
Hug Engineering B.V. <sup>6)</sup>	Enschede (Netherlands)	84.30

<sup>1)</sup> 100 units local currency (LC) as of balance sheet date

<sup>2)</sup> Wholly owned subsidiary of Hug Engineering AG

<sup>3)</sup> Wholly owned subsidiary of ElringKlinger Kunststofftechnik GmbH

<sup>4)</sup> Wholly owned subsidiary of ElringKlinger Marusan Corporation

<sup>5)</sup> 46.9% subsidiary of ElringKlinger Marusan Corporation

<sup>6)</sup> 90% subsidiary of Hug Engineering AG

Statutory accounts equity in LC k	Statutory accounts profit/loss in LC k	Local currency	Closing exchange rate <sup>1)</sup>	Statutory accounts equity in EUR k	Statutory accounts profit/loss in EUR k	Most recent financial statements
26	-3	EUR	1.0000	26	-3	Dec. 31, 2016
5,424	1,096	EUR	1.0000	5,424	1,096	Dec. 31, 2016
4,157	420	EUR	1.0000	4,157	420	Dec. 31, 2016
72,048	10,445	EUR	1.0000	72,048	10,445	Dec. 31, 2016
2,367	567	EUR	1.0000	2,367	567	Dec. 31, 2016
2,334	518	EUR	1.0000	2,334	518	Dec. 31, 2016
-1,404	-753	EUR	1.0000	-1,404	-753	Dec. 31, 2016
-192	-236	EUR	1.0000	-192	-236	Dec. 31, 2016
14,537	-22,001	CHF	93.1185	13,536	-20,487	Dec. 31, 2016
36,218	5,999	CHF	93.1185	33,726	5,586	Dec. 31, 2016
13,387	2,892	GBP	116.7979	15,636	3,377	Dec. 31, 2016
12,507	1,468	EUR	1.0000	12,507	1,468	Dec. 31, 2016
431	210	EUR	1.0000	431	210	Dec. 31, 2016
2,662,979	123,293	HUF	0.3228	8,595	398	Dec. 31, 2016
9,010	-355,086	HUF	0.3228	29	-1,146	Dec. 31, 2016
4,523	1,077	GBP	116.7979	5,283	1,257	Dec. 31, 2016
18,138	4,648	EUR	1.0000	18,138	4,648	Dec. 31, 2016
62,959	23,919	TRY	26.9745	16,983	6,452	Dec. 31, 2016
8,407	1,372	EUR	1.0000	8,407	1,372	Dec. 31, 2016
1	108	EUR	1.0000	1	108	Dec. 31, 2016
5,630	1,845	RON	22.0313	1,240	406	Dec. 31, 2016
36,057	11,708	CAD	70.4821	25,414	8,252	Dec. 31, 2016
3,474	212	USD	94.8677	3,295	201	Dec. 31, 2016
-1,276	-6,765	USD	94.8677	-1,211	-6,417	Dec. 31, 2016
4,273	1,308	USD	94.8677	4,054	1,241	Dec. 31, 2016
2,510	-556	USD	94.8677	2,381	-527	Dec. 31, 2016
694,122	131,905	MXN	4.5931	31,882	6,058	Dec. 31, 2016
65,291	8,780	MXN	4.5931	2,999	403	Dec. 31, 2016
98,140	6,829	BRL	29.1503	28,608	1,991	Dec. 31, 2016
15,968	11,585	ZAR	6.9171	1,104	801	Dec. 31, 2016
2,000,000	78,440	INR	1.3968	27,935	1,096	Dec. 31, 2016
702,018	77,266	CNY	13.6608	95,902	10,555	Dec. 31, 2016
4,974,832	-1,037,242	KRW	0.0788	3,919	-817	Dec. 31, 2016
493,991	63,301	CNY	13.6608	67,483	8,647	Dec. 31, 2016
608	57	USD	94.8677	577	54	Dec. 31, 2016
22,156	1,353	CNY	13.6608	3,027	185	Dec. 31, 2016
5,731,239	265,285	JPY	0.8104	46,444	2,150	Dec. 31, 2016
386,382	8,475	JPY	0.8104	3,131	69	Dec. 31, 2016
675,339	3,679	JPY	0.8104	5,473	30	Dec. 31, 2016
-1,228,112	-3,931,775	IDR	0.0071	-87	-277	Dec. 31, 2016
2,760	1,752	THB	2.6507	73	46	Dec. 31, 2016
1,071	621	EUR	1.0000	1,071	621	Dec. 31, 2016

## Equity

During the financial year 2016, equity developed as follows:

EUR k	Dec. 31, 2015	Dividend	Revenue reserves	Net income	Dec. 31, 2016
Share capital	63,360	0	0	0	63,360
Capital reserves	120,827	0	0	0	120,827
Revenue reserves	313,067	0	0	27,133	340,200
Net retained earnings	34,848	-34,848	0	31,680	31,680
	<b>532,102</b>	<b>-34,848</b>	<b>0</b>	<b>58,813</b>	<b>556,067</b>

The share capital of ElringKlinger AG amounted to EUR 63,359,990 as of December 31, 2016 and is divided into 63,359,990 registered shares, each entitled to a single vote. The share capital is fully paid in. Each registered share represents a theoretical interest of EUR 1.00 of the share capital. Profit is distributed in accordance with § 60 AktG in conjunction with § 23 no. 1 of the Articles of Association.

The Management Board is authorized, subject to the approval of the Supervisory Board, to increase the Company's share capital by issuing new shares for cash and/or in-kind contributions on one or more occasions, however by no more than EUR 31,679,995, by May 17, 2017 (Authorized Capital 2012). As a rule, the shareholders are entitled to subscription rights. The shares may also be acquired by one or more banks subject to the proviso that they offer them to the shareholders for subscription. However, the Management Board is authorized, subject to the approval of the Supervisory Board, to exclude shareholder subscription rights

- in order to eliminate fractional amounts;
- if the capital increase against in-kind contributions is implemented specifically for the purpose of acquiring companies, parts of companies, equity investments classified as fixed financial assets or other assets in connection with an intended acquisition or within the framework of business combinations;
- if the new shares are issued against cash contributions and if the issue price per new share does not fall significantly below the quoted price of shares already listed, and the shares issued without subscription rights pursuant to § 186 (3) sentence 4 AktG, do not represent more than 10% of the share capital, either on the date on which this authorization takes effect or on the date on which it is exercised. The upper limit of 10% of share capital includes any shares issued or sold during the term of this authorization in exclusion of shareholders' subscription rights in direct or indirect application of § 186 (3) sentence 4 AktG.

The Management Board has not exercised the authorization to date.

As of December 31, 2016, revenue reserves consist of a statutory reserve amounting to EUR 3,013 k (p.y. EUR 3,013 k) and other revenue reserves of EUR 337,187 k (p.y. EUR 310,054 k).

**Net retained earnings** developed as follows:

	EUR k
Net retained earnings as of December 31, 2015	34,848
Profit distribution for 2015	- 34,848
Profit brought forward	0
Net income for 2016	58,812
Appropriation to other revenue reserves	-27,132
<b>Net retained earnings as of December 31, 2016</b>	<b>31,680</b>

### Provisions

#### Provisions for pensions

As of the balance sheet date, there are pension obligations of EUR 65,908 k (p.y. EUR 65,787 k) which must be covered by provisions. Pension provisions are measured by applying an interest rate of 4.03% (p.y. 3.94%). In addition, the calculation assumes a 3.00% income trend (p.y. 3.00%), a 0.75% career trend (p.y. 0.75%), a pension trend of 1.50% (p.y. 1.50%) for benefit entitlements and 1.50% (p.y. 1.50%) for current pensions and an average fluctuation of 1.75% (p.y. 1.50%).

The difference between the carrying amount of the provisions for pensions when measured using the seven and ten-year average interest rates is EUR 8,169 k. This amount is subject to a ban on distribution in accordance with § 253 (6) HGB.

The pension obligations of active Management Board members totaling EUR 5,225 k (p.y. EUR 7,690 k) were offset against the fair value of plan assets of EUR 1,639 k (p.y. EUR 1,813 k) pursuant to § 246 (2) HGB. Specific and pledged employer's pension liability insurance that is protected from insolvency serves as plan assets. The fair value of the employer's pension liability insurance claim comprises the insurer's unearned premium reserve plus any credit balance from premium refunds (participation feature). The acquisition costs of the employer's pension liability insurance come to EUR 1,654 k (p.y. EUR 1,832 k). Expenses from the adjustment of covering assets to the lower fair value total EUR 24 k (p.y. EUR 19 k) and were recorded in interest expenses.

Applying Article 28 Introductory Law of the German Commercial Code (Einführungsgesetz zum Handelsgesetzbuch, "EGHGB"), provisions for pensions and similar obligations of EUR 606 k (p.y. EUR 407 k) are not reported in the balance sheet.

Other provisions relate to:

EUR k	Dec. 31, 2016	Dec. 31, 2015
Relating to employees	22,763	21,010
Outstanding supplier invoices	3,937	3,680
Bonus credits not yet settled	3,787	3,395
Expected losses from customer transactions	2,245	2,160
Warranty obligations	1,668	2,178
Remuneration of the supervisory board	365	386
Commercial agents' compensation claims	350	600
Litigation costs	110	1160
Outstanding payments for tools	83	701
Expected losses from gas procurement transactions	75	571
Derivative risks	0	182
Other risks	1,986	824
<b>Total</b>	<b>37,369</b>	<b>36,847</b>

Obligations relating to employees include partial retirement obligations which must be covered by provisions in the amount of EUR 3,650 k (p.y. EUR 2,850 k). Deferred performance for partial retirement obligations amounting to EUR 1,490 k (p.y. EUR 1,348 k) was offset against plan assets in the amount of EUR 1,695 k (p.y. EUR 1,387 k) in accordance with § 246 (2) HGB. Plan assets were identified as the specific and pledged trust agreement which is protected from insolvency covering asset transfer, reimbursement and agency between ElringKlinger AG and ElringKlinger Vermögenstreuhänder e.V., Dettingen/Erms, and ElringKlinger Mitarbeitertruhänder e.V., Dettingen/Erms, dated March 7, 2005. The acquisition costs of the covering assets come to EUR 1,722 k (p.y. EUR 1,405 k). Fair value of the plan assets is based on the measurement of the investment at its price at the balance sheet date. Income from plan assets in 2016 came to EUR 12 k (p.y. EUR 12 k) and was reported net of expenses from the adjustment of plan assets at the lower fair value of EUR 8 k (p.y. EUR 15 k) under interest expenses. Unwinding the discount on the partial retirement obligations is recorded in interest expenses and amounts to EUR 47 k (p.y. EUR 48 k).

## Liabilities

EUR k	Total amount as of Dec. 31, 2016	thereof with a remaining term of				thereof secured secured	Total amount Dec. 31, 2015
		up to up to one year	one one to five years	one more than five years	more than five years		
	EUR k	EUR k	EUR k	EUR k	EUR k	EUR k	
Liabilities due to banks	383,612	156,889	222,002	4,721	13,844	342,107	
Payments received on account of orders	1,418	1,418	0	0	0	4,409	
Trade payables	20,729	20,729	0	0	0	20,416	
Liabilities to affiliated companies	18,250	9,259	8,991	0	0	24,168	
Other liabilities	23,178	6,105	17,073	0	0	19,102	
	<b>447,187</b>	<b>194,400</b>	<b>248,066</b>	<b>4,721</b>	<b>13,844</b>	<b>410,202</b>	

EUR k	Total amount Dec. 31, 2015	thereof with a remaining term of				thereof secured secured	Total amount Dec. 31, 2014
		up to up to one year	one one to five years	one more than five years	more than five years		
	EUR k	EUR k	EUR k	EUR k	EUR k	EUR k	
Liabilities due to banks	342,107	140,059	193,021	9,027	14,893	286,831	
Payments received on account of orders	4,409	4,409	0	0	0	1,971	
Trade payables	20,416	20,416	0	0	0	15,977	
Liabilities to affiliated companies	24,168	14,884	9,284	0	0	23,483	
Other liabilities	19,102	7,011	12,091	0	0	21,697	
	<b>410,202</b>	<b>186,779</b>	<b>214,396</b>	<b>9,027</b>	<b>14,893</b>	<b>349,959</b>	

EUR 13,844 k (p.y. EUR 14,893 k) of liabilities to banks are secured by land charges on operating property. With the exception of the customary reservation of title for trade payables, other liabilities are unsecured.

Liabilities to affiliated companies relate to financial transactions of EUR 19,709 k (p.y. EUR 24,950 k) and trade receivables offset against liabilities of EUR 3,106 k (p.y. EUR 3,787 k). Liabilities from current trade receivables in the amount of EUR 1,645 k (p.y. EUR 3,005 k) are due to affiliated companies.

### Deferred tax liabilities

The offsetting of the deferred tax assets against the deferred tax liabilities results in a net liability. Differences which result in deferred tax assets are due mainly to pension provisions and other provisions.

Deferred tax liabilities in the amount of EUR 3,281 k (p.y. EUR 6,624 k) result from the total differences arising between the carrying amounts and tax bases of fixed and current assets, including prepaid expenses and deferred income. Deferred taxes are measured using a tax rate of 28.6% (p.y. 27.9%).

The Company has no tax loss carryforwards.

Differences between the carrying amounts and the tax bases resulting in a deferred tax liability are due to the following issues:

### Deferred tax liabilities on differences in carrying amounts for:

EUR k	Dec. 31, 2016	Dec. 31, 2015
Intangible fixed assets	117	205
Property, plant and equipment	12,947	13,606
Fixed financial assets	936	919
Receivables and other assets	0	1,094
Trade payables	1	1
Liabilities to affiliated companies	1	0
<b>Total</b>	<b>14,002</b>	<b>15,825</b>

### Deferred tax assets on differences in carrying amounts for:

EUR k	Dec. 31, 2016	Dec. 31, 2015
Inventories	656	29
Receivables and other assets	275	0
Pension provisions	6,773	6,620
Other provisions	2,842	2,323
Liabilities due to banks	172	225
Other liabilities	3	4
<b>Total</b>	<b>10,721</b>	<b>9,201</b>

<b>Deferred tax liabilities (net)</b>	<b>3,281</b>	<b>6,624</b>
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**Deferred taxes** developed as follows:

<b>EUR k</b>	Deferred tax assets	Deferred tax liabilities	Balance
	EUR k	EUR k	EUR k
Dec. 31, 2015	9,201	15,825	6,624
Dec. 31, 2016	10,721	14,002	3,281
<b>Change</b>	<b>1,520</b>	<b>-1,823</b>	<b>-3,343</b>

## Income statement disclosures

### Sales revenue

Breakdown by geographical market

EUR k	2016	2015
Germany	223,385	216,420
Europe	276,751	258,454
NAFTA	50,564	53,593
Asia	51,452	46,200
Rest of the world	20,021	17,697
<b>Total sales revenue</b>	<b>622,173</b>	<b>592,364</b>

Broken down by division, sales revenue of EUR 484,750 k (p.y. EUR 462,377 k) relates to Original Equipment, EUR 137,046 k (p.y. EUR 129,500 k) to Aftermarket and EUR 377 k (p.y. EUR 487 k) to Industrial Parks.

The previous-year figures are only comparable to a limited extent due to the application of the BilRUG. If the BilRUG had been applied in 2015, revenue would have come to EUR 608,852 k. The changes in disclosures mainly relate to income from services, licenses and cost allocations.

### Other operating income

Other operating income includes reversals of write-downs previously recognized on fixed financial assets. These concern affiliated companies in the amount of EUR 6,498 k (p.y. EUR 2,800 k).

Other operating income includes income relating to other periods of EUR 2,547 k (p.y. EUR 6,378 k). This contains income from disposals of fixed assets of EUR 203 k (p.y. EUR 357 k), income from the release of provisions of EUR 2,342 k (p.y. EUR 6,021 k) and income from the reduction of valuation allowances of EUR 2 k (p.y. EUR 0 k).

In addition, the item includes government grants of EUR 5,818 k (p.y. EUR 7,165 k), income from insurance claims of EUR 842 k (p.y. EUR 7,111 k) and currency translation gains of EUR 2,333 k (p.y. EUR 5,090 k).

### Other operating expenses

Other operating expenses contain expenses relating to other periods of EUR 127 k (p.y. EUR 296 k). This contains disposals of fixed assets of EUR 87 k (p.y. EUR 95 k) and defaults on receivables of EUR 40 k (p.y. EUR 201 k). Currency translation losses amount to EUR 2,741 k (p.y. EUR 4,098 k).

### Taxes on income

Taxes on income included expenses relating to other periods of EUR 2,955 k (offset against income relating to other periods). In the previous year, taxes on income include income relating to other periods of EUR 55 k (offset against expenses relating to others periods). Taxes on income include deferred tax assets of EUR 3,343 k (p.y. deferred tax expenses of EUR 2,550 k).

### Other taxes

Other taxes included tax income relating to other periods of EUR 24 k (p.y. tax expenses of EUR 94 k).

### Contingent liabilities

As in the previous year, there were no contingent liabilities arising from the issue or transfer of bills of exchange; there were contingent liabilities in connection with guarantees issued and performance bonds (EUR 96,922 k; p.y. EUR 98,139 k), of which EUR 92,259 k related to affiliated companies (p.y. EUR 98,139 k). ElringKlinger AG has undertaken to furnish two affiliated companies with funds such that they will at all times be able to meet their payment obligations from a contract for work and services.

Furthermore, ElringKlinger AG has undertaken to guarantee fulfillment of the obligations entered into by a subsidiary (EKT) before the balance sheet date.

ElringKlinger AG has undertaken to furnish another subsidiary (EKAB) with sufficient funds such that it will be able to maintain its operations and meet its obligations.

A letter of indemnity was issued in favor of ElringKlinger (Great Britain) Ltd. in order to take advantage of the exemption from audit duties under the UK Companies Act 2006.

Given the strong business development of the beneficiary companies, it is not currently considered likely that these guarantees will be drawn upon.

### Other financial commitments

2016 EUR k	Total	Remaining term < 1 year	Remaining term 1 to 5 years	Remaining term > 5 years
Contracts for the supply of gas and electricity	24,892	8,175	16,717	0
Rental and lease agreements	2,986	1,489	1,497	0
	<b>27,878</b>	<b>9,664</b>	<b>18,214</b>	<b>0</b>
2015 EUR k	Total	Remaining term < 1 year	Remaining term 1 to 5 years	Remaining term > 5 years
Contracts for the supply of gas and electricity	17,413	2,478	14,935	0
Rental and lease agreements	2,998	1,329	1,660	9
	<b>20,411</b>	<b>3,807</b>	<b>16,595</b>	<b>9</b>

In addition, there are financial commitments to subsidiaries in the amount of EUR 861 k (p.y. EUR 3,761 k) in connection with loan agreements. There are no other financial commitments to affiliated companies beyond this.

As of the balance sheet date, there are contractual obligations to acquire tangible and intangible fixed assets amounting to EUR 21,339 k (p.y. EUR 19,421 k).

A co-shareholder has a put option on all remaining shares in the joint venture entities.

## Other disclosures

### Number of employees

The average number of **employees** during the year (excluding Management Board members) was as follows:

	2016	2015
Wage earners	1,495	1,476
Salaried employees	1,012	938
	2,507	2,414
Trainees	121	114
	<b>2,628</b>	<b>2,528</b>

### Related-party disclosures

Pursuant to § 285 no. 21 HGB, transactions with related parties must be disclosed in the notes, unless they represent transactions between companies that are direct or indirect 100% shareholdings and which are included in the Company's consolidated financial statements.

The following transactions were entered into with companies which are not wholly owned subsidiaries of the ElringKlinger Group in the financial year 2016:

EUR k	2016	2015
Sales revenue from the sale of manufactured goods and merchandise	22,432	27,570
License fees	2,478	259
Services performed	2,848	2,390
Sales of tools	1,971	3,798
Services received and other expenses	13,264	14,047
Interest income	72	39
Interest expenses	315	373
Loans granted as of the balance sheet date	5,774	3,742
Other receivables as of the balance sheet date	5,795	5,380
Loans received as of the balance sheet date	19,526	24,727
Other liabilities as of the balance sheet date	1,475	2,123

Furthermore:

- Cooperation agreement between ElringKlinger AG and Lechler GmbH, Metzingen, concerning traineeships. Mr. Walter Herwarth Lechler is the Chairman of the Supervisory Board of ElringKlinger AG and holds a significant interest in Lechler GmbH. ElringKlinger AG earned EUR 47 k during the reporting year (p.y. EUR 40 k). A receivable of EUR 25 k was still outstanding as of the balance sheet date (p.y. EUR 15 k).
- Loan agreement between Lechler GmbH and ElringKlinger AG. Lechler GmbH granted ElringKlinger AG loans totaling EUR 17,000 k (p.y. EUR 12,000 k). A loan for EUR 7,000 k carries an interest rate of 1.08% p.a. and has a term until August 17, 2018. An additional loan for EUR 5,000 k carries an interest rate of 1.52% p.a. and has a term until June 19, 2017. A further loan for EUR 5,000 k carries an interest rate of 0.69% p.a. and has a term until August 15, 2019.

## Corporate bodies

### Supervisory Board

Walter Herwarth Lechler Stuttgart, Chairman	Managing Partner of Lechler GmbH, Metzingen Governance roles: a) n/a b) Lechler Ltd., Sheffield, UK
Markus Siegers* Altbach, Deputy Chairman	Chairman of the Works Council of ElringKlinger AG
Ernst Blinzinger* Reutlingen	Former Principal Authorized Representative of IG Metall trade union, Reutlingen-Tübingen branch
Nadine Boguslawski* Stuttgart	Secretary for the metal and electrical industry of the IG Metall trade union, Baden-Württemberg district administration Governance roles: a) Robert Bosch Automotive Steering GmbH, Schwäbisch Gmünd b) n/a
Armin Diez* Lenningen	Divisional Director of New Business Areas and Director of the Battery Technology/E-Mobility Division at ElringKlinger AG Governance roles: a) n/a b) Member of the Advisory Board of e-mobil BW GmbH, Stuttgart
Klaus Eberhardt Lindau	Former CEO of Rheinmetall AG, Düsseldorf Governance roles: a) MTU Aero Engines AG, Munich Dürr AG, Bietigheim-Bissingen b) n/a
Pasquale Formisano* Vaihingen an der Enz	Chairman of the Works Council of ElringKlinger Kunststofftechnik GmbH
Rita Forst Dörsdorf	Former member of the Management Board of Adam Opel AG, Rüsselsheim Governance roles: a) n/a b) Joh. Winklhofer Beteiligungs GmbH & Co.KG, Munich Metalsa, S.A. de C.V., Monterrey/Mexico
Paula Monteiro-Munz* Grabenstetten	Deputy chairwoman of the Works Council of ElringKlinger AG

Prof. Hans-Ulrich Sachs  
Bremen

Managing Partner of betec Umformtechnik GmbH,  
Adelmannsfelden

Gabriele Sons  
Ratingen

Member of the Management Board of ThyssenKrupp Elevator  
AG

Manfred Strauß  
Stuttgart

Managing shareholder of M&S Messebau und Service  
GmbH, Neuhausen a. d. F.

Governance roles:

a) n/a

b) Pro Stuttgart Verwaltungs GmbH, Stuttgart  
Pro Stuttgart Verkehrsverein, Stuttgart  
Eroca AG, Basel

\* Employee representative

a) Membership in statutory Supervisory Boards as defined by § 125 AktG

b) Membership in comparable domestic and foreign control bodies as defined by § 125 AktG

### Remuneration of the Supervisory Board

Total remuneration of the Supervisory Board of ElringKlinger AG amounted to EUR 741 k (p.y. EUR 774 k) in the reporting period. In addition, travel expenses in the amount of EUR 2 k (p.y. EUR 0 k) were reimbursed.

Total remuneration of the Supervisory Board is distributed among the individual Supervisory Board members as follows:

EUR k	Fixed remuneration		Variable remuneration		Total remuneration	
	2016	2015	2016	2015	2016	2015
Walter Herwarth Lechler	68	68	54	57	122	125
Markus Siegers	44	41	41	43	85	84
Gert Bauer	0	10	0	10	0	20
Ernst Blinzinger	24	16	27	18	51	34
Nadine Boguslawski	24	16	27	18	51	34
Armin Diez	28	28	27	29	55	57
Klaus Eberhardt	32	32	27	29	59	61
Pasquale Formisano	24	24	27	29	51	53
Rita Forst	24	16	27	18	51	34
Dr. Margarete Haase	0	8	0	10	0	18
Paula Monteiro-Munz	28	28	27	29	55	57
Prof. Hans-Ulrich Sachs	24	24	27	29	51	53
Gabriele Sons	32	32	27	41	59	73
Manfred Strauß	24	24	27	29	51	53
Gerhard Wick	0	8	0	10	0	18
<b>Total amount</b>	<b>376</b>	<b>375</b>	<b>365</b>	<b>399</b>	<b>741</b>	<b>774</b>

The variable remuneration shown reflects the expense for which provisions have been recognized, based on the average IFRS consolidated income before taxes in the last three financial years.

## Management Board

Dr. Stefan Wolf, Sindelfingen,  
Chairman

responsible for all Group companies and the corporate functions of Legal Affairs, Personnel, Investor Relations, Corporate Communications and the corporate function spare parts as well as (from February 23, 2016) OEM sales

Theo Becker, Metzingen

responsible for the Cylinder-head Gaskets, Special Gaskets, Plastic Housing Modules/Elastomer Technology, Lightweight Engineering, Shielding Technology, Exhaust Gas Purification Technology, E-Mobility, Tool Technology divisions and the corporate functions of Quality and Environment, Materials Management, Logistics and the ElringKlinger AG plants as well as New Business Areas since February 23, 2016

Karl Schmauder, Hülben

responsible for Original Equipment Sales and New Business Areas until February 23, 2016

Thomas Jessulat, Stuttgart

responsible for the corporate functions of Finance, Controlling, IT and the Industrial Parks division since January 1, 2016

## Governance roles in supervisory boards and other supervisory bodies

Dr. Stefan Wolf, Sindelfingen,  
Chairman

Chairman of the supervisory board of Norma Group SE, Maintal,  
Member of the Supervisory Board of ALLGAIER Werke GmbH, Uhingen

Theo Becker, Metzingen

Member of the Supervisory Board of E.G.O. Blanc und Fischer & Co. GmbH, Oberderdingen

Karl Schmauder, Hülben

Member of the Advisory Board of Steiff Beteiligungs-GmbH, Giengen

Thomas Jessulat, Stuttgart

Chairman of the supervisory board of hofer AG, Nürtingen since January 28, 2017

## Remuneration of the Management Board

Total remuneration of the Management Board came to EUR 4,565 k (p.y. EUR 5,521 k). The following stock appreciation rights stem from long-term performance-related remuneration:

As part of the long-term variable remuneration, the members of the Management Board were granted stock appreciation rights until the financial year 2013. Stock appreciation rights refer to a right to a cash settlement, not, however, for shares of ElringKlinger AG. It was planned that 30,000 stock appreciation rights would be granted to each member of the Management Board on February 1 of each year beginning in 2013. The strike price is calculated using the arithmetic mean of the market price of ElringKlinger's shares on the last 60 trading days prior to the grant date. The grant of the stock appreciation rights is subject to an investment by the Management Board members of one-tenth of the number of granted stock appreciation rights in shares of ElringKlinger AG. The holding period of the stock appreciation rights is four years. Within a period of two additional years after the holding period expires, a Management Board member may demand redemption of the stock appreciation rights. The redemption price is calculated using the average market price of ElringKlinger's shares of the last 60 trading days prior to redemption. Redemption of the stock appreciation rights may be demanded only if the redemption price exceeds the strike price by 25%. The total redemption price per tranche is limited to two fixed annual salaries at the time of redemption. Provisions are recognized in order to cover the estimated future obligation. The fair value of the obligation is determined based on the Black-Scholes model using current market parameters. A risk-free interest rate of -0.12% was applied. The volatility of the share price (36.10%) was determined over a four-year period. The expected dividend was EUR 0.50 per share.

The previous model was terminated with the introduction of the new remuneration system for members of the Management Board. Tranches that are not yet exercisable remain unchanged.

For the financial year 2016, the following data arose:

<b>Date tranches were issued</b>	<b>2013</b>
Number of stock appreciation rights exercised	
Value of stock appreciation rights exercised (EUR k)	
Number of stock appreciation rights (not yet exercisable)	90,000
Average strike price (EUR)	24.54
Average remaining term to maturity in years	0.08
Value of stock appreciation rights held by members of the Management	
December 31, 2016 (EUR k)	19
December 31, 2015 (EUR k)	184
December 31, 2014 (EUR k)	236
December 31, 2013 (EUR k)	129

### Development of provisions for pensions for members of the Management Board

<b>2016 EUR k</b>	<b>Dec. 31, 2015</b>	<b>Change</b>	<b>Dec. 31, 2016</b>
Dr. Stefan Wolf	2,757	170	2,927
Theo Becker	2,123	101	2,224
Thomas Jessulat	0	74	74
Karl Schmauder	2,810	-2,810	0
Total	7,690	-2,465	5,225

<b>2015 EUR k</b>	<b>Dec. 31, 2014</b>	<b>Change</b>	<b>Dec. 31, 2015</b>
Dr. Stefan Wolf	2,203	554	2,757
Theo Becker	1,720	403	2,123
Karl Schmauder	2,322	488	2,810
Total	6,245	1,445	7,690

### Provisions for pensions and remuneration for former members of the Management Board

Provisions of EUR 13,074 k (p.y. EUR 10,185 k) were recognized for pension obligations to former members of the Management Board, the management of merged companies, and their surviving dependents. The total remuneration of former members of the Management Board – including remuneration of former members of corporate bodies of merged companies – came to EUR 3,601 k (p.y. EUR 837 k) in the financial year 2016. The remuneration of former members of the corporate bodies include severance payments of EUR 2,743 k.

### Auditor's fees

Auditors' fees are not disclosed, as these disclosures are made in the notes to consolidated financial statements in which the Company is included.

## Information pursuant to § 160 (1) no. 8 AktG

As of the balance sheet date 2016, the following equity investments classified as fixed financial assets existed and were notified pursuant to § 21 (1) German Securities Trading Act (Wertpapierhandelsgesetz, "WpHG").

### 1. Notification of Major Holdings

#### 1. Details of issuer

ElringKlinger AG  
Max-Eyth-Strasse 2  
72581 Dettingen/Erms  
Germany

#### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

#### 3. Details of person subject to the notification obligation

Name: The Capital Group Companies, Inc.

City and country of registered office: Los Angeles, California, USA

#### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

#### 5. Date on which threshold was crossed or reached

Nov. 30, 2016

#### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	4.79%	%	4.79%	63,359,990
Previous notification	5.01%	%	5.01%	/

#### 7. Notified details of the resulting situation

##### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		3,031,622	%	4,79 %
<b>Total</b>		3,031,622		4,79 %

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		Total		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			Total		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	3.19%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	%	%	%
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	3.19%	%	%
Capital Group International, Inc.	%	%	%
Capital International Ltd.	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 2. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: The Capital Group Companies, Inc..  
 City and country of registered office: Los Angeles, California, USA

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Nov. 15, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	5.01%	%	5.01%	63,359,990
Previous notification	4.73%	%	4.73%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		3,171,315	%	5.01%
<b>Total</b>		3,171,315		5.01%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	3.07%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	%	%	%
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	3.07%	%	%
Capital Group International, Inc.	%	%	%
Capital International Ltd.	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

### 3. Notification of Major Holdings

#### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

#### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

#### 3. Details of person subject to the notification obligation

Name: Baillie Gifford & Co

City and country of registered office: Edinburgh, Scotland, United Kingdom

#### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

#### 5. Date on which threshold was crossed or reached

Nov. 15, 2016

#### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights
Resulting situation	2.99%	%	2.99%	63,359,990
Previous notification	3.07%	%	3.07%	/

#### 7. Notified details of the resulting situation

##### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		1896729	%	2.99%
<b>Total</b>		1896729		2.99%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
Baillie Gifford & Co	%	%	%
Baillie Gifford Overseas Limited	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

#### 4. Notification of Major Holdings

##### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

##### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

##### 3. Details of person subject to the notification obligation

Name: Black Creek Investment Management Inc.

City and country of registered office: Toronto, Ontario, Canada

##### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

##### 5. Date on which threshold was crossed or reached

Nov. 9, 2016

##### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights
Resulting situation	2.89%	%	2.89%	63359990
Previous notification	3.05%	%	3.05%	/

##### 7. Notified details of the resulting situation

###### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023	0	1833112	0%	2.89%
<b>Total</b>		1833112		2.89%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

**5. Notification of Major Holdings**

## 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

## 2. Reason for notification

- Acquisition/disposal of shares with voting rights
- Acquisition/disposal of instruments
- Change of breakdown of voting rights
- Other reason:

### 3. Details of person subject to the notification obligation

Name: The Capital Group Companies, Inc.

City and country of registered office: Los Angeles, California, USA

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Sept. 2, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	4.73%	0%	4.73%	63359990
Previous notification	2.87%	0%	2.87%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE 0007856023	0	2994785	0%	4.73%
<b>Total</b>		2994785		4.73%

#### b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

#### b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

### 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	%	%	%
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital International Ltd.	%	%	%

9. In case of proxy voting according to § 22 (3) WpHG  
(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 6. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights
- Acquisition/disposal of instruments
- Change of breakdown of voting rights
- Other reason:

### 3. Details of person subject to the notification obligation

Name: The Capital Group Companies, Inc.

City and country of registered office: Los Angeles, California, USA

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Aug. 23, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	2.87%	0%	2.87%	63359990
Previous notification	3.01%	0%	3.01%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE 0007856023	0	1819382	0%	2.87%
Total		1819382		2.87%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	%	%	%
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital International Ltd.	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 7. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: Atlantic Value General Partner Limited

City and country of registered office: London, United Kingdom, Great Britain

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Aug. 19, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	2.94%	0%	2.94%	63,360,000
Previous notification	4.99%	0%	4.99%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		1863813	%	2.94%
Total		1863813		2.94%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
Atlantic Value General Partner Limited	%	%	%
Atlantic Value Investment Partnership LP	%	%	%
MIPL Holdings Limited	%	%	%
MIPL Group Limited	%	%	%
Mondrian Investment Partners Limited	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 8. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: Capital Guardian Trust Company

City and country of registered office: Los Angeles, USA

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Aug. 18, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	2.96%	0%	2.96%	63359990
Previous notification	3.01%	0%	3.01%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023	0	1873931	0%	2.96%
Total		1873931		2.96%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 9. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: CI Investments Inc.

City and country of registered office: Toronto, Ontario, Canada

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Feb. 10, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	2.97%	%	2.97%	63,359,990
Previous notification	3.13%	%	3.13%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		1,884,666	%	2.97%
<b>Total</b>		1,884,666		2.97%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
CI Financial Corp.	%	%	%
CI Investments Inc.	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 10. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: CI Financial Corp.

City and country of registered office: Toronto, Ontario, Canada

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Feb. 10, 2016

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights of issuer
Resulting situation	2.97%	%	2.97%	63,359,990
Previous notification	3.13%	%	3.13%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		1,884,666	%	2.97%
<b>Total</b>		1,884,666		2.97%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
CI Financial Corp.	%	%	%
CI Investments Inc.	%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## 11. Notification of Major Holdings

### 1. Details of issuer

ElringKlinger AG  
 Max-Eyth-Strasse 2  
 72581 Dettingen/Erms  
 Germany

### 2. Reason for notification

- Acquisition/disposal of shares with voting rights  
 Acquisition/disposal of instruments  
 Change of breakdown of voting rights  
 Other reason:

### 3. Details of person subject to the notification obligation

Name: Capital Guardian Trust Company

City and country of registered office: Los Angeles, California, USA

### 4. Names of shareholder(s)

holding directly 3% or more voting rights, if different from 3.

### 5. Date on which threshold was crossed or reached

Dec. 22, 2015

### 6. Total positions

	% of voting rights attached to shares (total of 7.a.)	% of voting rights through instruments (total of 7.b.1. + 7.b.2.)	Total of both in % (7.a. + 7.b.)	Total number of voting rights
Resulting situation	3.01%	%	3.01%	63359990
Previous notification	2.94%	%	2.94%	/

### 7. Notified details of the resulting situation

#### a. Voting rights attached to shares (§§ 21, 22 WpHG)

ISIN	absolute		in %	
	direct (§ 21 WpHG)	indirect (§ 22 WpHG)	direct (§ 21 WpHG)	indirect (§ 22 WpHG)
DE0007856023		1904857	%	3.01%
<b>Total</b>		1904857		3.01%

## b.1. Instruments according to § 25 (1) no. 1 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Voting rights absolute	Voting rights in %
				%
		<b>Total</b>		%

## b.2. Instruments according to § 25 (1) no. 2 WpHG

Type of instrument	Expiration or maturity date	Exercise or conversion period	Cash or physical settlement	Voting rights absolute	Voting rights in %
					%
			<b>Total</b>		%

## 8. Information in relation to the person subject to the notification obligation

- Person subject to the notification obligation named in 3. is not controlled and does itself not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer
- Full chain of controlled undertakings starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights (if at least held 3% or more)	% of voting rights through instruments (if at least held 5% or more)	Total of both (if at least held 5% or more)
The Capital Group Companies, Inc.	%	%	%
Capital Research and Management Company	%	%	%
Capital Group International, Inc.	%	%	%
Capital Guardian Trust Company	3.01%	%	%

## 9. In case of proxy voting according to § 22 (3) WpHG

(only in case of attribution of voting rights pursuant to § 22 (1) sentence 1 no. 6 WpHG)

Date of annual general meeting:	
Holding position after annual general meeting:	% (equals voting rights)

## **12. Voting rights notification**

On November 25, 2015, Mondrian Investment Partners Limited, London, United Kingdom, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, fell below the 5% threshold of the voting rights on November 24, 2015 and amounted to 4.99% on that day (this corresponds to 3,161,847 voting rights). 4.99% of the voting rights (this corresponds to 3,161,847 voting rights) are attributed to the company in accordance with § 22 (1) sentence 1 no. 6 WpHG.

## **13. Voting rights notification**

On November 25, 2015, MIPL Holdings Limited, London, United Kingdom, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, fell below the 5% threshold of the voting rights on November 24, 2015 and amounted to 4.99% on that day (this corresponds to 3,161,847 voting rights). 4.99% of the voting rights (this corresponds to 3,161,847 voting rights) are attributed to the company in accordance with § 22 (1) sentence 1 no. 6 WpHG in conjunction with sentence 2 WpHG.

## **14. Voting rights notification**

On November 25, 2015, MIPL Group Limited, London, United Kingdom, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, fell below the 5% threshold of the voting rights on November 24, 2015 and amounted to 4.99% on that day (this corresponds to 3,161,847 voting rights). 4.99% of the voting rights (this corresponds to 3,161,847 voting rights) are attributed to the company in accordance with § 22 (1) sentence 1 no. 6 WpHG in conjunction with sentence 2 WpHG.

## **15. Voting rights notification**

On November 25, 2015, Atlantic Value Investment Partnership LP, Wilmington, Delaware, USA, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, fell below the 5% threshold of the voting rights on November 24, 2015 and amounted to 4.99% on that day (this corresponds to 3,161,847 voting rights). 4.99% of the voting rights (this corresponds to 3,161,847 voting rights) are attributed to the company in accordance with § 22 (1) sentence 1 no. 6 WpHG in conjunction with sentence 2 WpHG.

## **16. Voting rights notification**

Black Creek Global Leaders Fund, Toronto, Ontario, Canada informed us on October 30, 2015 that the following voting rights notification was not required and has therefore withdrawn it:

On October 22, 2015, Black Creek Global Leaders Fund, Toronto, Ontario, Canada, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, exceeded the 3% threshold of the voting rights on October 20, 2015 and amounted to 3.13% on that day (this corresponds to 1,985,409 voting rights).

3.13% of the voting rights (this corresponds to 1,985,409 voting rights) are attributed to the company in accordance with § 22 (1) sentence 1 no. 6 WpHG in conjunction with sentence 2 WpHG.

### **17. Voting rights notification**

On October 22, 2015, H.K.L. Holding Stiftung, Vaduz, Liechtenstein, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, exceeded the 3% threshold of the voting rights on October 6, 2015 and amounted to 4.941% on that day (this corresponds to 3,132,940 voting rights).

### **18. Notification of Major Holdings**

Voting rights notifications pursuant to § 21 (1) WpHG

Notifying parties:

1. PAUL LECHLER STIFTUNG gGmbH with registered offices in Ludwigsburg, Germany
2. Lechler Stiftung with registered offices in Ludwigsburg, Germany

We, KWL Beteiligungs-GmbH, hereby notify you pursuant to § 21 (1) WpHG for and on behalf of PAUL LECHLER STIFTUNG gGmbH and Lechler Stiftung as follows:

1. PAUL LECHLER STIFTUNG gGmbH

The share in the voting rights of PAUL LECHLER STIFTUNG gGmbH in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on December 10, 2014 and amounted to 0.00% (0 voting rights) on this day.

2. Lechler Stiftung

The share in the voting rights of Lechler Stiftung in ElringKlinger AG exceeded the thresholds of 3%, 5%, 10%, 15%, 20% and 25% on December 10, 2014 and amounted to 29.981% (18,996,168 voting rights) on this day.

Of these voting rights, 28.99% (18,368,788 voting rights) are attributed to Lechler Stiftung in accordance with § 22 (2) sentence 1 no. 1 WpHG and an additional 9.21% (5,835,136 voting rights) are attributed in accordance with § 22 (1) sentence 1 WpHG.

The voting rights attributed to Lechler Stiftung in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following companies that are controlled by it and each hold 3% or more of the voting rights in ElringKlinger AG:

- Eroca AG
- Klaus Lechler Beteiligungs-GmbH
- KWL Beteiligungs-GmbH

The voting rights attributable to Lechler Stiftung are held by the following shareholders that holds 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH
- Lechler Beteiligungs-GmbH

Voting rights notifications pursuant to § 21 (1) WpHG

Notifying parties:

1. Ingeborg Guggolz, Germany
2. Klaus Lothar Lechler, Germany
3. Volker Lechler, Germany
4. Marianne Lechler-Strauß, Germany
5. Klaus Lechler Familienstiftung, Germany

We, INLOVO GmbH, hereby notify you pursuant to § 21 (1) WpHG in our own name and for and on behalf of Ms. Ingeborg Guggolz, Mr. Klaus Lothar Lechler, Mr. Volker Lechler, Ms. Marianne Lechler-Strauß and Klaus Lechler Familienstiftung as follows:

1. Ingeborg Guggolz

The share of Ms. Ingeborg Guggolz's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

2. Klaus Lothar Lechler

The share of Mr. Klaus Lothar Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

3. Volker Lechler

The share of Mr. Volker Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

4. Marianne Lechler-Strauß

The share of Ms. Marianne Strauß-Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.04% (23,800 voting rights) on this day.

5. Klaus Lechler Familienstiftung

The share of voting rights of Klaus Lechler Familienstiftung in ElringKlinger AG exceeded the thresholds of 3%, 5%, 10%, 15%, 20% and 25% on September 9, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.45% (5,990,178 voting rights) are attributed to Klaus Lechler Familienstiftung in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.55% (12,388,610 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to Klaus Lechler Familienstiftung in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following companies that are controlled by it and hold 3% or more of the voting rights in ElringKlinger AG:

- INLOVO GmbH
- Lechler Beteiligungs-GmbH

## 19. Voting rights notification

Voting rights notifications pursuant to § 21 (1) WpHG

Notifying parties:

1. Ingeborg Guggolz, Germany
2. Klaus Lothar Lechler, Germany
3. Volker Lechler, Germany
4. Marianne Lechler-Strauß, Germany
5. Klaus Lechler Familienstiftung, Germany

We, INLOVO GmbH, hereby notify you pursuant to § 21 (1) WpHG in our own name and for and on behalf of Ms. Ingeborg Guggolz, Mr. Klaus Lothar Lechler, Mr. Volker Lechler, Ms. Marianne Lechler-Strauß and Klaus Lechler Familienstiftung as follows:

### 1. Ingeborg Guggolz

The share of Ms. Ingeborg Guggolz's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

### 2. Klaus Lothar Lechler

The share of Mr. Klaus Lothar Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

### 3. Volker Lechler

The share of Mr. Volker Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.00% (0 voting rights) on this day.

### 4. Marianne Lechler-Strauß

The share of Ms. Marianne Strauß-Lechler's voting rights in ElringKlinger AG fell below the thresholds of 25%, 20%, 15%, 10%, 5% and 3% on September 9, 2014 and amounted to 0.04% (23,800 voting rights) on this day.

### 5. Klaus Lechler Familienstiftung

The share of voting rights of Klaus Lechler Familienstiftung in ElringKlinger AG exceeded the thresholds of 3%, 5%, 10%, 15%, 20% and 25% on September 9, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.45% (5,990,178 voting rights) are attributed to Klaus Lechler Familienstiftung in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.55% (12,388,610 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to Klaus Lechler Familienstiftung in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following companies that are controlled by it and hold 3% or more of the voting rights in ElringKlinger AG:

- INLOVO GmbH
- Lechler Beteiligungs-GmbH

The voting rights attributed to Klaus Lechler Familienstiftung are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH

## **20. Voting rights notification**

On August 11, 2014, Klinger B.V., Rotterdam, Netherlands, informed us pursuant to § 21 (1) WpHG that its share in the voting rights of ElringKlinger AG, Dettingen/Erms, Germany, exceeded the 3% threshold of the voting rights on December 22, 2006 and amounted to 4.9998958% on that day (this corresponds to 959,980 voting rights).

## **21. Voting rights notification**

Voting rights notifications pursuant to § 21 (1) WpHG

Notifying parties:

1. Eroca AG, Basel, Switzerland
2. Klaus Lechler Beteiligungs-GmbH, Ludwigsburg, Germany
3. KWL Beteiligungs-GmbH, Ludwigsburg, Germany
4. PAUL LECHLER STIFTUNG gGmbH, Ludwigsburg, Germany

We, KWL Beteiligungs-GmbH, hereby notify you pursuant to § 21 (1) WpHG in our own name and for and on behalf of Eroca AG, Klaus Lechler Beteiligungs-GmbH and PAUL LECHLER STIFTUNG gGmbH as follows:

1. Eroca AG

The share in the voting rights of Eroca AG in ElringKlinger AG exceeded the thresholds of 10%, 15%, 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 19.80% (12,546,652 voting rights) are attributed to Eroca AG in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to Eroca AG are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Elrena GmbH
- Lechler Beteiligungs-GmbH

## 2. Klaus Lechler Beteiligungs-GmbH

The share in the voting rights of Klaus Lechler Beteiligungs-GmbH in ElringKlinger AG exceeded the thresholds of 10%, 15%, 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.20% (5,832,136 voting rights) are attributed to Klaus Lechler Beteiligungs-GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.23% (12,181,215 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to Klaus Lechler Beteiligungs-GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following company that is controlled by it and holds 3% or more of the voting rights in ElringKlinger AG:

- Eroca AG

The voting rights attributed to Klaus Lechler Beteiligungs-GmbH are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Elrena GmbH
- Lechler Beteiligungs-GmbH

## 3. KWL Beteiligungs-GmbH

The share in the voting rights of KWL Beteiligungs-GmbH in ElringKlinger AG exceeded the thresholds of 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.78% (6,197,573 voting rights) are attributed to KWL Beteiligungs-GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG and 28.43% (18,010,351 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG.

Of the 28.43%, 9.20% (5,832,136 voting rights) are attributed to KWL Beteiligungs-GmbH in accordance with both § 22 (2) sentence 1 no. 1 WpHG and § 22 sentence 1 no. 1 WpHG.

The voting rights attributed to KWL Beteiligungs-GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following companies that are controlled by it and each hold 3% or more of the voting rights in ElringKlinger AG:

- Eroca AG
- Klaus Lechler Beteiligungs-GmbH

The voting rights attributed to KWL Beteiligungs-GmbH are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH
- Lechler Beteiligungs-GmbH

#### 4. PAUL LECHLER STIFTUNG gGmbH

The share in the voting rights of PAUL LECHLER STIFTUNG gGmbH in ElringKlinger AG exceeded the threshold of 25% on June 13, 2014 and amounted to 29.997% (19,006,168 voting rights) on this day.

Of these voting rights, 29.01% (18,378,788 voting rights) are attributed to PAUL LECHLER STIFTUNG gGmbH in accordance with § 22 (2) sentence 1 no. 1 WpHG and an additional 9.79% (6,200,573 voting rights) are attributed in accordance with § 22 (1) sentence 1 WpHG.

The voting rights attributed to PAUL LECHLER STIFTUNG gGmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following companies that are controlled by it and each hold 3% or more of the voting rights in ElringKlinger AG:

- Eroca AG
- Klaus Lechler Beteiligungs-GmbH
- KWL Beteiligungs-GmbH

The voting rights attributed to PAUL LECHLER STIFTUNG gGmbH are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH
- Lechler Beteiligungs-GmbH

## 22. Voting rights notification

Voting rights notifications pursuant to § 21 (1) WpHG

Notifying parties:

1. Lechler Beteiligungs-GmbH, Stuttgart, Germany
2. INLOVO GmbH, Ludwigsburg, Germany

We, Lechler Beteiligungs-GmbH, hereby notify you pursuant to § 21 (1) WpHG in our own name and for and on behalf of INLOVO GmbH as follows:

1. Lechler Beteiligungs-GmbH

The share in the voting rights of Lechler Beteiligungs-GmbH in ElringKlinger AG exceeded the thresholds of 10%, 15%, 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 19.55% (12,388,610 voting rights) are attributed to Lechler Beteiligungs-GmbH in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to Lechler Beteiligungs-GmbH were held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH

## 2. INLOVO GmbH

The share in the voting rights of INLOVO GmbH in ElringKlinger AG exceeded the thresholds of 10%, 15%, 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.45% (5,990,178 voting rights) are attributed to INLOVO GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.55% (12,388,610 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG.

The voting rights attributed to INLOVO GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following company that is controlled by it and holds 3% or more of voting rights in ElringKlinger AG:

- Lechler Beteiligungs-GmbH

The voting rights attributable to INLOVO GmbH are held by the following shareholders that holds 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Elrena GmbH

## 23. Voting rights notification

Voting rights notification pursuant to § 21 (1) WpHG

Notifying parties:

1. Elrena GmbH, Basel, Switzerland
2. Stiftung Klaus Lechler, Basel, Switzerland

We, Elrena GmbH, hereby notify you pursuant to § 21 (1) WpHG in our own name and for and on behalf of Stiftung Klaus Lechler as follows:

1. Elrena GmbH

The share in the voting rights of Elrena GmbH in ElringKlinger AG exceeded the thresholds of 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 0.02% (14,000 voting rights) are attributed to Elrena GmbH in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.24% (12,190,751 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG. The voting rights attributed to Elrena GmbH are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG
- Lechler Beteiligungs-GmbH

## 2. Stiftung Klaus Lechler

The share in the voting rights of Stiftung Klaus Lechler in ElringKlinger AG exceeded the thresholds of 20% and 25% on June 13, 2014 and amounted to 29.01% (18,378,788 voting rights) on this day.

Of these voting rights, 9.76% (6,188,037 voting rights) are attributed to Stiftung Klaus Lechler in accordance with § 22 (1) sentence 1 no. 1 WpHG and an additional 19.24% (12,190,751 voting rights) are attributed in accordance with § 22 (2) sentence 1 WpHG. The voting rights attributed to Stiftung Klaus Lechler in accordance with § 22 (1) sentence 1 no. 1 WpHG are held by the following company that is controlled by it and holds 3% or more of the voting rights in ElringKlinger AG:

- Elrena GmbH

The voting rights attributed to Stiftung Klaus Lechler are held by the following shareholders that hold 3% or more of the voting rights in ElringKlinger AG in accordance with § 22 (2) sentence 1 WpHG:

- Eroca AG

- Lechler Beteiligungs-GmbH

## 24. Voting rights notification

Lechler GmbH, Metzingen, Germany, notified us pursuant to § 21 (1) WpHG that the share in the voting rights in our company exceeded the threshold of 10% on December 28, 2012 and amounted to 10.0127% (6,344,046 voting rights) on that day.

## 25. Voting rights notification

ElringKlinger received the following notification from Walter Herwarth Lechler on May 14, 2010:

“I am writing to notify you in accordance with § 21 (1) WpHG that the share of my voting rights in ElringKlinger AG fell below the threshold of 25% on May 11, 2010 and amounted to 23.697% (or 13,649,420 voting rights) on this day.

Of these voting rights, 10.394% (5,987,000 voting rights) are attributed to me pursuant to § 22 (1) sentence 1 no. 1 WpHG.

The voting rights attributed to me are held by the following company that is controlled by me and holds 3% or more of voting rights in ElringKlinger AG: Lechler GmbH, Metzingen.”

**Scope of consolidation**

In its function as ultimate parent, ElringKlinger AG prepares consolidated financial statements for the largest and the smallest group of companies to be included in the consolidation.

**Declaration of compliance with the German Corporate Governance Code**

The Management Board and Supervisory Board issued a declaration of compliance pursuant to § 161 AktG on the German Corporate Governance Code in the version dated May 5, 2015 and published it on the ElringKlinger AG website on December 4, 2016. This declaration of compliance will be available on the ElringKlinger AG website and therewith made permanently available to shareholders.

**Proposal for appropriation of profits**

The Management Board and the Supervisory Board propose to the Annual General Meeting to appropriate the net retained earnings as of December 31, 2016 amounting to EUR 31,680 k in order to distribute a dividend of EUR 0.50 per share.

### Subsequent events

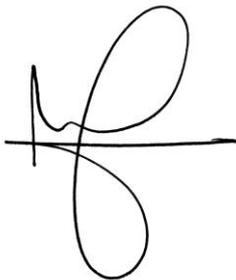
On October 26, 2016, ElringKlinger AG concluded a notarized agreement on a strategic shareholder investment of 27% in the Nürtingen engineering company hofer AG and a 53% material shareholding in the subsidiary hofer powertrain products GmbH, Nürtingen.

The shares were acquired in 2017 through participation in a capital increase. ElringKlinger AG contributed an amount of EUR 3,570 k to the capital stock and an amount of EUR 25,370 k to the capital reserves of hofer AG. ElringKlinger AG contributed an amount of EUR 1,060 k to the capital stock of hofer powertrain products GmbH. All payments were made in January 2017. This instrument also contains a framework agreement of EUR 30,000 k to finance hofer powertrain products GmbH's future investments. The entry for hofer powertrain products GmbH in the commercial register was made on February 16, 2017. The entry for the investment in hofer AG in the commercial register was made on March 1, 2017.

The hofer Group is, among other things, a competent systems developer for drive chain systems in the automotive sector. The share deal allows ElringKlinger to benefit from this innovative capacity, especially in the development and production of alternative drive technology.

Dettingen/Erms, March 23, 2017

The Management Board



Dr. Stefan Wolf  
Chairman



Theo Becker



Thomas Jessulat

## Audit Opinion

We have issued the following opinion on the financial statements and management report of the Company, which has been combined with the group management report:

“We have audited the annual financial statements, comprising the balance sheet, the income statement and the notes to the financial statements, together with the bookkeeping system, and the management report, which has been combined with the group management report of ElingKlinger AG, Dettingen/Erms for the fiscal year from January 1 to December 31, 2016. The maintenance of the books and records and the preparation of the annual financial statements and management report in accordance with German commercial law and the supplementary provisions of the articles of incorporation and bylaws are the responsibility of the Company’s management. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system, and the management report based on our audit.

We conducted our audit of the annual financial statements in accordance with Sec. 317 HGB [“Handelsgesetzbuch”: German Commercial Code] and German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer [Institute of Public Auditors in Germany] (IDW). Those standards require that we plan and perform the audit such that misstatements materially affecting the presentation of the net assets, financial position and results of operations in the annual financial statements in accordance with [German] principles of proper accounting and in the management report are detected with reasonable assurance. Knowledge of the business activities and the economic and legal environment of the Company and expectations as to possible misstatements are taken into account in the determination of audit procedures. The effectiveness of the accounting-related internal control system and the evidence supporting the disclosures in the books and records, the annual financial statements and the management report are examined primarily on a test basis within the framework of the audit. The audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the annual financial statements and management report. We believe that our audit provides a reasonable basis for our opinion.

Our audit has not led to any reservations.

In our opinion, based on the findings of our audit, the annual financial statements comply with the legal requirements and supplementary provisions of the articles of incorporation and bylaws and give a true and fair view of the net assets, financial position and results of operations of the Company in accordance with [German] principles of proper accounting. The management report is consistent with the annual financial statements, complies with the legal requirements and as a whole provides a suitable view of the Company’s position and suitably presents the opportunities and risks relating to future development.”

Stuttgart, March 23, 2017

Ernst & Young GmbH  
Wirtschaftsprüfungsgesellschaft

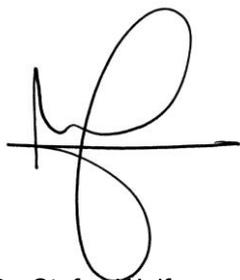
Marbler  
Wirtschaftsprüfer  
[German Public Auditor]

Göhner  
Wirtschaftsprüfer  
[German Public Auditor]

## Responsibility statement and signature of the annual financial statements

"To the best of our knowledge, and in accordance with the applicable reporting principles, the financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of ElringKlinger AG, and the management report, which has been combined with the group management report, includes a true and fair representation of the development and performance of the business and the position of ElringKlinger AG, together with a description of the material opportunities and risks associated with the expected development of ElringKlinger AG."

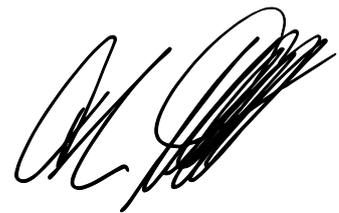
Dettingen/Erms, March 23, 2017  
Management Board



Dr. Stefan Wolf  
Chairman/CEO



Theo Becker



Thomas Jessulat





**ElringKlinger AG**  
Max-Eyth-Straße 2  
D-72581 Dettingen/Erms