

This document is a translation into English of an original document drafted in Spanish. This document contains:

- (i) Interim Condensed Consolidated Financial Statements of the Company and its subsidiaries for the six-month ended 30 June 2021, drawn up by the Board of Directors at its meeting of July 26, 2021;

This translation is for information purposes only, therefore, in case of discrepancy, the Spanish version shall prevail. The Spanish version of this document is available on the official website of the Company (www.gestamp.com).

Report on Limited Review

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES
Interim Condensed Consolidated Financial Statements
and Interim Management Report
for the six-month month period ended
June 30, 2021

REPORT ON LIMITED REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Translation of a report and financial statement originally issued in Spanish. In the event of discrepancy, the Spanish-language version prevails

To the shareholders of GESTAMP AUTOMOCIÓN, S.A. at the request of the Company's directors

Introduction

We have carried out a limited review of the accompanying interim condensed consolidated financial statements (hereinafter the interim financial statements) of GESTAMP AUTOMOCIÓN, S.A. (hereinafter the parent) and subsidiaries (hereinafter the Group), which comprise the interim condensed consolidated statements of financial position at June 30, 2021, the interim statement of profit or loss, the interim statement of comprehensive income, the statement of changes in equity, the interim statement of cash flow and the notes thereto, all of which have been condensed and consolidated, for the six-month period then ended. The parent's directors are responsible for the preparation of said interim financial statements in accordance with the requirements established by IAS 34, "Interim Financial Reporting," adopted by the European Union for the preparation of interim condensed financial reporting as per article 12 of Royal Decree 1362/2007. Our responsibility is to express a conclusion on these interim financial statements based on our limited review.

Scope

We have performed our limited review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Reporting Performed by the Independent Auditor of the Entity." A limited review of interim financial statements consists of making inquiries, primarily of personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A limited review is substantially less in scope than an audit carried out in accordance with regulations on the auditing of accounts in force in Spain and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the accompanying interim financial statements.

Conclusion

During the course of our limited review, which under no circumstances can be considered an audit of accounts, no matter came to our attention which would cause us to believe that the accompanying interim financial statements for the six-month period ended June 30, 2021 have not been prepared, in all material respects, in accordance with the requirements established in International Accounting Standard (IAS) 34, "Interim Financial Reporting," as adopted by the European Union in conformity with article 12 of Royal Decree 1362/2007 for the preparation of interim condensed financial statements.

Report on other legal and regulatory requirements

The accompanying interim consolidated management report for the six-month period ended June 30, 2021 contains such explanations as the parent's directors consider necessary regarding significant events which occurred during this period and their effect on these interim financial statements, of which it is not an integral part, as well as on the information required in conformity with article 15 of Royal Decree 1362/2007. We have checked that the accounting information included in the abovementioned report agrees with the interim financial statements for the six-month period ended on June 30, 2021. Our work is limited to verifying the interim consolidated management report in accordance with the scope described in this paragraph and does not include the review of information other than that obtained from the accounting records of GESTAMP AUTOMOCIÓN S.A. and its subsidiaries.

Paragraph on other issues

This report has been prepared at the request of the management of the parent company, with regard to the publication of the half yearly financial report required by article 119 of Royal Legislative Decree 4/2015, of October 23.

ERNST & YOUNG, S.L.

(Signed on the original version in Spanish)

María Florencia Krauss Padoani

July 26, 2021

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

**Interim Condensed Consolidated Financial Statements
for the six-month period ended 30 June 2021**



GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES
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GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT JUNE 30, 2021 AND DECEMBER 31, 2020
(In thousands of euros)**

	Note	June 30, 2021	December 31, 2020
ASSETS			
Non-current assets			
Intangible assets	10	456,604	459,868
Goodwill		90,172	91,715
Other intangible assets		366,432	368,153
Property, plant and equipment	11	4,199,382	4,234,128
Land and buildings		1,366,235	1,372,404
Plant and other PP&E		2,404,931	2,494,878
PP&E under construction and prepayments		428,216	366,846
Financial assets	12	85,744	85,574
Investments in associates accounted for using the equity method		15,608	15,022
Loans and receivables		57,836	57,760
Derivatives in effective hedges		2,654	1,171
Other non-current financial assets		9,646	11,621
Deferred tax assets		508,589	487,783
Total non-current assets		5,250,319	5,267,353
Current assets			
Inventories	13	415,759	358,218
Commodities and other consumables		345,571	309,794
By-products and scrap		261	146
Prepayments to suppliers		69,927	48,278
Assets from contracts with customers	14	449,397	469,242
Work in progress		229,776	193,999
Finished products and by-products		150,102	130,127
Trade receivables, tooling		69,519	145,116
Trade and other receivables	15	837,721	817,543
Trade receivables		582,585	560,361
Other receivables		26,079	16,141
Current income tax assets		15,716	23,275
Receivables from public authorities		213,341	217,766
Other current assets	15	118,125	108,527
Financial assets	12	36,262	31,362
Loans and receivables		359	797
Securities portfolio		5,894	4,192
Other current financial assets		30,009	26,373
Cash and cash equivalents	15	1,417,943	2,304,633
Total current assets		3,275,207	4,089,525
Total assets		8,525,526	9,356,878

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT JUNE 30, 2021 AND DECEMBER 31, 2020

(In thousands of euros)

	Note	June 30, 2021	December 31, 2020
EQUITY AND LIABILITIES			
Equity			
Capital and reserves attributable to equity holders of the Parent Company			
Issued capital	16	287,757	287,757
Treasury shares	16	(3,801)	(1,349)
Share premium	16	61,591	61,591
Retained earnings	17	1,855,995	1,761,888
Translation differences	18	(588,385)	(600,429)
Equity attributable to equity holders of the Parent Company		1,613,157	1,509,458
Equity attributable to non-controlling interest	19	434,108	444,133
Total equity		2,047,265	1,953,591
Liabilities			
Non-current liabilities			
Deferred income	20	35,050	37,481
Non-current provisions	21	176,874	175,319
Non trade liabilities	22	3,158,285	3,792,096
Interest-bearing loans and borrowings and debt issues		2,635,432	3,254,034
Derivative financial instruments		26,195	29,501
Other non-current financial liabilities		482,360	496,235
Other non-current liabilities		14,298	12,326
Deferred tax liabilities		312,869	301,066
Other non-current liabilities		11,040	12,946
Total non-current liabilities		3,694,118	4,318,908
Current liabilities			
Non trade liabilities	22	914,020	1,289,730
Interest-bearing loans and borrowings and debt issues		457,382	717,095
Other current financial liabilities		359,490	353,645
Other non-current liabilities		97,148	218,990
Trade and other payables	23	1,794,237	1,737,361
Trade accounts payable		1,501,527	1,460,757
Current tax liabilities		1,905	14,589
Other accounts payable		290,805	262,015
Current provisions	21	50,867	34,546
Other current liabilities	15	25,019	22,742
Total current liabilities		2,784,143	3,084,379
Total liabilities		6,478,261	7,403,287
Total equity and liabilities		8,525,526	9,356,878

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021 AND JUNE 30, 2020
(In thousands of euros)**

	Note	June 30, 2021	June 30, 2020
CONTINUING OPERATIONS			
OPERATING INCOME	24	4,181,668	3,097,295
Revenue		4,075,475	3,045,269
Other operating income		50,326	88,174
Changes in inventories		55,867	(36,148)
OPERATING EXPENSE	25	(3,973,795)	(3,287,462)
Raw materials and other consumables		(2,446,452)	(1,816,498)
Personnel expenses		(730,823)	(664,909)
Depreciation, amortisation, and impairment losses		(290,273)	(302,906)
Other operating expenses		(506,247)	(399,981)
Transformation plan expenses			
Operating expenses		-	(89,892)
Fixed assets impairment		-	(13,276)
OPERATING PROFIT		207,873	(190,167)
Financial income	26	5,806	4,178
Financial expenses	26	(78,580)	(81,284)
Exchange gains (losses)		6,796	(34,152)
Share of profits from associates - equity method	12	503	395
Change in fair value of financial instruments	22	-	(3,280)
Impairment and gains (losses) on sale of financial instruments		400	-
Inflation result	4.5	1,050	(1,682)
PROFIT BEFORE TAXES FROM CONTINUING OPERATIONS		143,848	(305,992)
Income tax expense	27	(33,121)	70,640
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		110,727	(235,352)
PROFIT FOR THE YEAR		110,727	(235,352)
Profit (loss) attributable to non-controlling interest	19	(27,888)	36,852
PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY		82,839	(198,500)
Earnings per share (euros)			
-Basic	28	0.14	(0.35)
From continuing operations		0.14	(0.35)
From discontinued operations		-	-
-Diluted	28	0.14	(0.35)
From continuing operations		0.14	(0.35)
From discontinued operations		-	-

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021 AND JUNE 30, 2020**
(In thousands of euros)

		<u>June 30, 2021</u>	<u>June 30, 2020</u>
PROFIT FOR THE YEAR		110,727	(235,352)
OTHER COMPREHENSIVE INCOME			
<i>Other comprehensive income not to be reclassified to income in next years:</i>			
Actuarial gains and losses	17	55	(45)
<i>Other comprehensive income to be reclassified to income in next years:</i>			
From cash flow hedges	22.b.1)	1,982	(8,858)
Translation differences		<u>12,647</u>	<u>(174,517)</u>
Attributable to Parent Company	18	12,044	(150,309)
Attributable to non-controlling interest	19	603	(24,208)
TOTAL COMPREHENSIVE INCOME NET OF TAXES		<u>125,411</u>	<u>(418,772)</u>
Attributable to:			
- Parent Company		96,890	(357,690)
- Non-controlling interest		28,521	(61,082)
		<u>125,411</u>	<u>(418,772)</u>

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021

(In thousands of euros)

	Issued capital (Note 16)	Treasury Shares (Note 16)	Share premium (Note 16)	Retained earnings (Note 17)	Translation differences (Note 18)	Total capital and reserves	Non-controlling interest (Note 19)	Total Equity
AT JANUARY 1, 2021	287,757	(1,349)	61,591	1,761,888	(600,429)	1,509,458	444,133	1,953,591
Profit for the period				82,839		82,839	27,888	110,727
Fair value adjustments (hedge) (Note 22.b.1)				1,982		1,982		1,982
Variation in translation differences (Note 18)					12,044	12,044	603	12,647
Actuarial gains and losses				25		25	30	55
Total comprehensive income				84,846	12,044	96,890	28,521	125,411
Dividends distributed by subsidiaries (Note 17.2 and Note 19)							(354)	(354)
Own Shares acquisition (Note 17.2)		(2,452)		634		(1,818)		(1,818)
Increased ownership interest in companies with previous control (Note 2.b))				8,624		8,624	(34,352)	(25,728)
Other movements				3		3	(3,840)	(3,837)
AT JUNE 30, 2021	287,757	(3,801)	61,591	1,855,995	(588,385)	1,613,157	434,108	2,047,265

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2020
(In thousands of euros)

	Issued capital (Note 16)	Treasury Shares (Note 16)	Share premium (Note 16)	Retained earnings (Note 17)	Translation differences (Note 18)	Interim Dividend (Note 17)	Total capital and reserves	Non-controlling interest (Note 19)	Total Equity
AT JANUARY 1, 2020	287,757	(2,872)	61,591	1,951,058	(363,222)	(31,601)	1,902,711	489,406	2,392,117
Profit for the period				(198,500)			(198,500)	(36,852)	(235,352)
Fair value adjustments (hedge)				(8,858)			(8,858)		(8,858)
Variation in translation differences					(150,309)		(150,309)	(24,208)	(174,517)
Actuarial gains and losses				(23)			(23)	(22)	(45)
Total comprehensive income				(207,381)	(150,309)		(357,690)	(61,082)	(418,772)
Appropriation of 2019 profits				(31,612)		31,612			
Dividends distributed by subsidiaries (Note 17.2)								(7,037)	(7,037)
Own Shares acquisition (Note 17.2)		(731)		(1,636)			(2,367)		(2,367)
Increased ownership interest in companies with previous control (Note 2.b))				(517)			(517)	(1,540)	(2,057)
Other movements				1		(11)	(10)	6,617	6,607
AT JUNE 30, 2020	287,757	(3,603)	61,591	1,709,913	(513,531)		1,542,127	426,364	1,968,491

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021 AND JUNE 30, 2020
(In thousands of euros)**

	Note	June 30, 2021	June 30, 2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year before taxes		143,848	(305,992)
Adjustments to profit		354,298	432,007
Depreciation, amortisation and impairment of intangible assets and PP&E	10-11	290,273	316,182
Financial income	26	(5,806)	(4,178)
Financial expenses	26	78,580	81,284
Exchange rate differences		(6,796)	34,152
Share of profit/(loss) from associates - equity method	12	(503)	(395)
Change in fair value of financial instruments		-	3,280
Impairment and gain (loss) from disposal of financial instruments		(400)	-
Result of exposure to inflation		(1,050)	1,682
TOTAL EBITDA		498,146	126,015
Other adjustments to profit		(23,066)	39,040
Change in provisions	21	2,664	94,018
Grants released to income	20	(2,534)	(2,217)
Gain (loss) from disposal of intangible assets and PP&E		(1,521)	890
Unrealized exchange rate differences		(23,125)	(51,969)
Other incomes and expenses		1,450	(1,682)
Changes in working capital		(41,169)	(46,135)
(Increase)/Decrease in Inventories	13-14	(113,293)	42,291
(Increase)/Decrease in Trade and other receivables	14-15	18,147	179,325
(Increase)/Decrease in Other current assets	15	(9,598)	(12,281)
Increase/(Decrease) in Trade and other payables	23	61,298	(255,474)
Increase/(Decrease) in Other current liabilities		2,277	4
Other cash flows from operating activities		(93,520)	(117,887)
Interest paid		(81,790)	(77,359)
Interest received		5,806	4,178
Income tax received/(paid)		(17,536)	(44,706)
Cash flows from operating activities		340,391	1,033
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments on investments		(331,305)	(341,758)
Other intangible assets	10-22	(37,832)	(36,586)
Property, plant and equipment	11-22	(288,749)	(300,981)
Net change in financial assets		(4,724)	(4,191)
Proceeds from divestments		7,554	59,219
Other intangible assets	10	727	870
Property, plant and equipment	11	4,904	24,477
Net change of financial assets		1,923	33,872
Grants, donations and legacies received	20	308	3,690
Cash flows from investing activities		(323,443)	(278,849)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds and payments on equity instruments		(48,986)	18,428
Payment to non-controlling interests from shareholding acquisition	19	(25,728)	-
Net change in non-controlling interests	19	(3,810)	5,381
Own shares	16	(2,452)	(731)
Other movements in equity		(16,996)	13,778
Proceeds and payments on financial liabilities		(884,219)	1,102,434
Issue		76,491	1,188,727
Interest-bearing loans and borrowings		74,519	801,086
Credit facilities, discounted bills, factoring and leasing		-	385,503
Other borrowings		1,972	2,138
Repayment of		(960,710)	(86,293)
Bonds and other marketable securities		(500,000)	-
Interest-bearing loans and borrowings		(144,914)	(87,131)
Credit facilities, discounted bills, factoring and leasing		(312,757)	-
Borrowings from related parties		(1,133)	1,982
Other borrowings		(1,906)	(1,144)
Payments on dividends and other equity instruments		(354)	(38,638)
Dividends	17-19-22	(354)	(38,638)
Cash flows from financing activities		(933,559)	1,082,224
Effect of changes in exchange rates		29,921	17,817
NET INCREASE/ DECREASE OF CASH OR CASH EQUIVALENTS		(886,690)	822,225

GESTAMP AUTOMOCIÓN, S.A. AND SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

Note 1. Activity of Gestamp Automoción, S.A. and Subsidiaries (hereinafter, the Group)

GESTAMP AUTOMOCIÓN, S.A., hereinafter the "Parent Company", was incorporated on 22 December 1997. Its registered office is in Abadiano (Vizcaya, Spain), at the Lebario Industrial Estate.

Its corporate purpose is to provide advisory and financing services and a link with the automotive industry for all its subsidiaries.

Since 7 April 2017 the shares of the Parent Company are listed in the four Spanish Stock Exchanges (Madrid, Barcelona, Valencia and Bilbao).

The Parent, in turn, forms part of a group headed by its majority shareholder, Acek Desarrollo y Gestión Industrial, S.L., and the companies forming such group perform significant commercial and financial transactions under the terms and conditions established among the parties on an arm's length basis. Intra-Group and related parties transfer prices are duly documented in a transfer price dossier as stipulated by the prevailing legislation.

All the Group's subsidiaries centre their activities around the development and manufacture of metal components for the automotive industry via stamping, assembly, welding, tailor welded blanks, the construction of tools (moulds for the manufacture of parts) and machinery and the Group also has services companies and companies engaging in the research and development of new technologies.

Most of the Group's activities are located in the Western Europe segment; the North America segment constitutes the second most significant geographic market and the Eastern Europe segment the third one (Note 9).

Group sales are concentrated across a limited number of customers due to the nature of the automotive Industry. However, the Group supplies products globally to the top 12 vehicle manufacturers by volume worldwide, and new customers are being added, in line with the Group's growth and diversification strategy.

COVID-19

The COVID-19 pandemic declared by the World Health Organisation on 11 March 2020 led many governments to impose lockdown measures and restrictions. These measures slowed down economic activity, causing light vehicle production volumes for 2020 to fall by 16% with respect to pre-pandemic estimates.

In the first six months of 2021, light vehicle production volumes rose by 29.7% on the same period in 2020. However, the pandemic continues to be a challenge in many countries and there are still aspects of uncertainty.

Since the pandemic began, the Group has been implementing a contingency plan to adapt to the situation, which has included the following measures, inter alia:

- Improved liquidity position. The Group continued to protect liquidity with access to new financing in 2020, the cancellation of the 2020 dividend, the monitoring of operating cash flows and loan transactions (Note 22).
- Access to government subsidies. The Group made its labour costs more flexible during lockdown through labour force adjustment plans, mainly in countries such as Spain, the UK, Poland, Argentina and Slovakia.
- Transformation plan. The Group initiated a transformation plan to adapt organisational and industrial structures to the new situation.

Also, as part of this plan, in 2020, an increased number of CGUs with signs of impairment were reviewed. Since then, management has checked whether there were new signs of impairment or significant variations with respect to the business plans used. No new events or circumstances were identified leading to changes in estimates.

Taking into account the Group's performance in the first half of 2021 and the positive effect of the measures already implemented, no significant doubts have arisen that could create uncertainty regarding the Group's continuity.

Note 2. Scope of Consolidation

2.a Breakdown of scope of consolidation

Appendix I lists the companies forming the scope of consolidation, together with the consolidation method used, registered office, line of business, ownership interest (direct and indirect) and the auditors of such companies.

Appendix II lists the companies that hold the indirect investments corresponding to 30 June 2021 and 31 December 2020.

No significant subsidiaries have been excluded from the scope of consolidation.

The closing of the financial year for the companies included in the scope of consolidation is 31 December, with the exception of the subsidiaries Gestamp Services India Private, Ltd., Gestamp Automotive India Private, Ltd, Gestamp Automotive Chennai Private Ltd. and Gestamp Pune Automotive Private Ltd, whose financial years close on 31 March. However, an accounting close at 31 December was performed to include the financial statements of these companies in the Interim Condensed Consolidated Financial Statements at 30 June 2021 and 31 December 2020.

The following German subsidiaries are included in these Interim Condensed Consolidated Financial Statements using the full consolidation method and are exempt from the responsibility of auditing their financial statements and publishing their own consolidated accounts for 2021 in Germany, using the additional regulation of §264 (3) German Commercial Code:

- Edscha Holding GmbH (Remscheid, Germany)
- Edscha Engineering GmbH (Remscheid, Germany)
- Edscha Kunststofftechnik GmbH (Remscheid, Germany)
- Edscha Automotive Hengersberg GmbH (Hengersberg, Germany)
- Edscha Automotive Hauzenberg GmbH (Hauzenberg, Germany)

There are no significant restrictions on the capability of accessing to or using the assets or settle the liabilities of the subsidiaries included in the scope of consolidation.

2.b Changes in the scope of consolidation

2021

On 29 June 2021, the partial divestment by COFIDES, S.A. S.M.E. in Mursolar 21, S.L was formalised (sale to Gestamp Navarra, S.A. of 17.5% of the share capital of Mursolar 21, S.L.) which, in turn, wholly owns Gestamp Autocomponents Shenyang Co. Ltd. and Gestamp Autocomponents Dongguan Co. Ltd.

The sales price of the ownership interest sold amounted to 25,728 thousand euros, which was paid in the same procedure by bank transfer.

Since the transaction involves a change in the ownership interest retaining the control, the difference between the adjustment of the non-controlling interest (34,352 thousand euros) (Note 19) and the fair value of the consideration paid (25,728 thousand euros) was recognised directly in equity (8,624 thousand euros) (Note 17).

2020

The main changes during 2020 were the following:

- On 21 December 2020, the subsidiary Gestamp San Luis de Potosí, S.A.P.I. de C.V. carried out a capital increase with a share premium, which was fully subscribed by the subsidiary Gestamp North America, Inc. and through which this company became a shareholder, with the shareholder structure being as follows:

	% shareholding	
	prior increase	post increase
Gestamp Puebla, S.A. de C.V.	0.010%	0.005%
Gestamp Cartera de Mexico, S.A. de C.V.	99.990%	0.005%
Gestamp North America, Inc.	0.000%	99.990%

- On 11 February 2020, the subsidiary Gestamp Sweden AB carried out a capital increase with a share premium, through which Gestamp Servicios S.A. became a shareholder, generating the following shareholder structure:

	% shareholding	
	prior increase	post increase
Gestamp Bizkaia, S.A.	51.009%	1.000%
Gestamp Tallent, Ltd	18.966%	0.372%
Gestamp Automocion, S.A.	30.025%	93.153%
Gestamp Servicios, S.A.	0.000%	5.475%

- On 11 March 2020, the Parent Company acquired 100% of the equity interests of the subsidiary Gestamp Finance Slovakia S.R.O. by purchasing 75% from the subsidiary Edscha Holding GmbH.
- On 11 March 2020, the subsidiary Beyçelik Gestamp Kalip, A.S. acquired 30% of MPO Prodivers Rezistent, S.R.L., thereby acquiring 100% of this company.

Since the transaction involved a change in the ownership interest retaining the control, the difference between the adjustment of the non-controlling interest (1,540 thousand euros) (Note 19) and the fair value of the consideration (2,057 thousand euros) was directly recognised as a decrease in equity (517 thousand euros) (Note 17).

- On 29 May 2020, the name of the company MPO Prodivers Rezistent, S.R.L. was changed to Gestamp Beyçelik Romania, S.R.L.

Note 3. Business combinations

2021

There were no business combinations in 2021.

2020

There were no business combinations in 2020.

Note 4. Basis of presentation

4.1 True and fair view

The Group's Interim Condensed Consolidated Financial Statements at 30 June 2021 have been prepared in accordance with International Financial Reporting Standards (IFRS) adopted by the European Union and approved by European Commission Regulations, in force at 30 June 2021. However, these Interim Condensed Consolidated Financial Statements do not include all the information that would be required for full consolidated financial statements prepared in accordance with International Financial Reporting Standards, and, accordingly, the Interim Condensed Consolidated Financial Statements should be read together with the Group's Consolidated Financial Statements for the year ended 31 December 2020.

The Interim Condensed Consolidated Financial Statements have been prepared on the basis of the auxiliary accounting records at 30 June 2021 and 31 December 2020 of each of the Group companies. Each company prepares its Financial Statements in accordance with the accounting principles and standards in force in the country in which it operates; the required adjustments and reclassifications were made in the consolidation process in order to harmonise the policies and methods used to adapt them to IFRS.

The figures stated in the documents comprising these Interim Condensed Consolidated Financial Statements are expressed in thousands of euros unless otherwise indicated and can therefore be rounded.

4.2 Comparison of information

In 2021 and 2020, there were no changes in the scope of consolidation leading to inclusions and exclusions of companies.

4.3 Basis of consolidation

The Interim Condensed Consolidated Financial Statements comprise the financial statements of the Parent Company and its subsidiaries at 30 June 2021.

The Group controls a subsidiary if and only if the Group has in turn:

- Power over the subsidiary (rights that give the ability to direct the relevant activities of the subsidiary)
- Exposure, or rights to variable returns from its involvement in the subsidiary and
- The ability to use its power over the subsidiary to affect the said variable returns.

When the Group does not hold the majority of voting rights or similar rights of the subsidiary, the Group considers all relevant facts and circumstances to assess the existence of control. This includes:

- Contractual agreements with other investors holding voting rights of the subsidiary
- Rights arisen from other contractual agreements
- Potential voting rights of the Group
- Power over relevant activities of the subsidiary

When facts and circumstances indicate changes in one or more elements determining control over a subsidiary, the Group reassesses the existence of control over such subsidiary (Note 7).

Subsidiaries are fully consolidated from the acquisition date, when the Group obtains control, and continue to be consolidated until the date when such control ceases. If the Group loses or relinquishes control of a subsidiary, the Interim Condensed Consolidated Financial Statements include that subsidiary's results for the portion of the year during which the Group held control.

The financial statements of the subsidiaries have the same closing date as the Parent Company, except for the companies mentioned in Note 2.a. The said companies have an additional closing for the financial year for their inclusion to the Interim Condensed Consolidated Financial Statements, which are drawn up using the same accounting policies in a uniform and coherent procedure.

The profit or loss of a subsidiary company is attributed to non-controlling interests, even if it involves recording a debit balance with them.

Changes in shareholding percentage that do not mean loss of control are reflected as an equity transaction. When the Group loses control of a subsidiary:

- The Group derecognises the assets (including goodwill) and liabilities of the subsidiary.
- Derecognises the carrying amount of non-controlling interests.
- Derecognises translation differences taken to equity.
- Recognises the fair value of the consideration received for the transaction.
- Recognises the fair value of any retained investment.
- Recognises any gain or loss in the Interim Condensed Consolidated Income Statement.
- Reclassifies to profit or loss or to retained earnings, as appropriate, the Parent Company's interest in the items previously recognised in Other Comprehensive Income.

Subsidiaries

The full consolidation method is used for companies included in the scope of consolidation, controlled by the Parent Company, in accordance with the definition included at the beginning of this section.

Joint ventures

Interests in joint ventures are consolidated using the equity method until the date on which the Group ceases to have joint control over the venture.

A joint venture is an arrangement whereby the parties have joint control of the rights to the net assets of the joint venture. Joint control is the contractual agreement to share control and it exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

Joint operations

A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets and obligations for the liabilities. Those parties are called joint operators.

The joint operations where the Group acts as joint operator are consolidated under interest in assets, liabilities, income and expenses.

Associates

Investments in which the Group has significant influence, but not control have been consolidated under the equity method. Significant influence is the power to participate in the financial and operating policy decisions of the subsidiary but it does not imply control or joint control on those policies. Considerations to make in order to decide whether there is significant influence are similar to those made to decide whether there is control over a subsidiary.

For the purposes of the preparation of the accompanying Interim Condensed Consolidated Financial Statements, significant influence is deemed to exist in investments in which the Group, directly or indirectly, holds over 20% of the voting power, and in certain instances where the Group's holding is less than 20%, but significant influence can be clearly demonstrated.

Translation of financial statements of foreign companies

The assets and liabilities and income statements of foreign companies included in the Interim Condensed Consolidated Financial Statements, whose functional currency is different from the presentation currency, are translated to euros using the closing foreign exchange rates method as follows:

- The assets, rights, and liabilities are translated at the exchange rate prevailing at the Interim Condensed Consolidated Balance Sheet date.
- Income and expenses are translated using the average exchange rate, as long as that average is a reasonable approximation of the cumulative effect of the actual exchange rates prevailing at the transactions dates and except for hyperinflationary economies (Note 4.5).

The difference between the amount of the equity of the foreign companies, including the balance of the income statement in accordance with the preceding paragraph, translated at the historical exchange rate and the net equity position resulting from the translation of the assets, rights and obligations in accordance with the first paragraph, is recorded, with the corresponding negative or positive sign, in the Equity in the Interim Condensed Consolidated Balance Sheet under the heading Translation differences (Note 18).

Exchange gains and losses due to the impact of changes in the functional currency relative to the euro on foreign currency financing considered permanent are taken directly to equity under Translation differences, net of tax effect. Said reclassification at 30 June 2021 represents an increase in translation differences amounting to 11.34 million euros (decrease of 153.8 million euros at 31 December 2020).

Permanent financing transactions are considered to be intragroup loans to subsidiaries whose repayment is not foreseen and are therefore treated as equity.

At 30 June 2021, the Parent Company held own shares representing 0.14% of its share capital (0.07% at 31 December 2020) (Note 16.b)). The subsidiaries do not own investments issued by the Parent Company at 30 June 2021 or at 31 December 2020.

The effect of the change in exchange rates when presenting the Interim Condensed Consolidated Statement Of Cash Flow using the indirect method has been calculated taking into account an average of the year for Cash and cash equivalents and the change in exchange rates has been applied at the end of each of the years.

Transactions between companies included in the scope of consolidation

The following transactions and balances were eliminated upon consolidation:

- Reciprocal receivables/payables and expenses/income relating to intra-Group transactions.
- Income from the purchase and sale of property, plant and equipment and intangible assets as well as unrealised gains on inventories, if the amount is significant.
- Intra-Group dividends and the debit balance corresponding to interim dividends recognised at the company that paid them.

Non-controlling interests

The value of non-controlling interests in the equity and results of the consolidated subsidiaries is presented under Non-controlling interest in the Equity in the Interim Condensed Consolidated Balance Sheet and in Profit (loss) attributable to non-controlling interest in the Interim Condensed Consolidated Income Statement and Interim Condensed Consolidated Statement of Comprehensive Income, respectively.

4.4 Going concern

The Group's management has drawn up these Interim Condensed Consolidated Financial Statements on a going concern basis given its judgment that there are no uncertainties regarding its ability to continue as a going concern.

The Group has sufficient financing in place to fund its operations. The outstanding balance at 30 June 2021 of the Group's gross financial debt amounted to 3,934.6 million euros (4,821 million euros at 31 December 2020) (Note 4.6), of which 79% matures at over 12 months (78% at 31 December 2020).

At 30 June 2021, the Group had cash and cash equivalents totalling 2,254.6 million euros (2,873.4 million euros at 31 December 2020), where the breakdown is as follows.

	Million euros	
	30-06-2021	31-12-2020
Cash and Cash equivalents	1,417.9	2,304.6
Short-term investments	36.3	31.4
Undrawn credit facilities		
Maturing at over 12 months	185.0	235.0
Revolving Credit Facility	325.0	0.0
Maturing at under 12 months	290.4	302.4
TOTAL CASH AND CASH EQUIVALENTS	2,254.6	2,873.4

4.5 Argentina hyperinflation adjustment

Since all the inflation indicators for Argentina point to cumulative inflation in three years exceeding 100%, and there are no qualitative matters to mitigate the situation, Argentina must be considered to be a hyperinflationary economy from 1 July 2018, so IAS 29 "Financial Reporting in Hyperinflationary Economies", applies, requiring the Interim Condensed Consolidated Financial Statements to be expressed in terms of the current measurement unit on the date of the year reported. This restatement of accounting values was carried out as follows:

- Separation and identification of all balance sheet items between monetary and non-monetary. The monetary items are cash and the balances receivable or payable in Argentine pesos, including the assets from customer contracts. The non-monetary items are intangible assets, property, plant and equipment, tooling and other similar assets. The income statement and equity items are also deemed to be non-monetary items for the purposes of calculating hyperinflation. No significant items measured at current cost were identified.
- Non-monetary assets and liabilities: These assets were recognised at cost from their acquisition date. These items are restated from their acquisition date, multiplying the carrying amount at historical cost by the index obtained as a result of dividing the index at year-end by the index at the acquisition date.
- Income and expenses: These items were restated in line with the performance of the price index from the date on which they were recognised until the period-end date.
- The income statement of the Argentine companies in the Interim Condensed Consolidated Financial Statements was translated to euros at the year-end exchange rate.
- Calculation and recognition of the deferred taxes arising from the change in accounting values with respect to tax values.

The index used for the restatement was a synthetic index. To restate the balances prior to 31 December 2016, the wholesale price index was used and, from 1 January 2017, the National Consumer Price Index was used.

The comparative figures in the Consolidated Financial Statements at 31 December 2018 with respect to the companies in Argentina are those of the previous year, that is, they are not adjusted by hyperinflation nor will they be adjusted for subsequent changes in the level of prices or exchange rates in subsequent years. This gave rise to differences between equity at the end of the 2017 and equity at the beginning of 2018 and, as an accounting policy option, these changes were presented in the Translation Differences heading.

The cumulative effect on the Interim Condensed Consolidated Financial Statements at 30 June 2021 of the inflation adjustment made in the manner described in the previous paragraphs was as follows:

Thousands of euros

	30-06-21			31-12-20		
	Gestamp	Gestamp	Total	Gestamp	Gestamp	Total
	Córdoba, S.A.	Baires, S.A.		Córdoba, S.A.	Baires, S.A.	
Plant and other PP&E (Note 11)	11,897	22,696	34,593	10,209	21,352	31,561
Intangible Assets	9	(3)	6	10	9	19
Deferred tax liabilities	(2,976)	(5,673)	(8,649)	(2,555)	(5,340)	(7,895)
EFFECT NON-MONETARY ASSETS AND LIABILITIES (Assets increase)	8,930	17,020	25,950	7,664	16,021	23,685
Revenue	(531)	(1,146)	(1,677)	2,584	4,800	7,384
Cost of materials used	201	634	835	(1,378)	(2,733)	(4,111)
Personnel expenses	193	335	528	(768)	(1,807)	(2,575)
Other operating expenses	82	137	219	(416)	(747)	(1,163)
EFFECT ON EBITDA	(55)	(40)	(95)	22	(487)	(465)
Depreciation and amortisation and impairment	490	948	1,438	871	1,994	2,865
Finance income	(6)	-	(6)	23	26	49
Finance expenses	5	20	25	(27)	(154)	(181)
Exchange gains (losses)	15	30	45	(245)	(327)	(572)
Income tax	342	783	1,125	499	1,074	1,573
Result of exposure to inflation	(140)	(910)	(1,050)	365	(15)	350
EFFECT ON RESULTS FOR THE YEAR	651	831	1,482	1,508	2,111	3,619
EFFECT ON RESERVES (Losses from previous years)	6,115	14,776	20,891	4,607	12,665	17,272
PRIOR EFFECT ON TRANSLATION DIFFERENCES (Liabilities increase)	(15,696)	(32,627)	(48,323)	(13,779)	(30,797)	(44,576)
Effect non-controlling interests due allocation of translation differences	(4,728)	(9,540)	(14,268)	(4,303)	(9,370)	(13,673)
Effect non-controlling interests due allocation of income and expenses	195	248	443	751	1,387	2,138
Effect non-controlling interests due allocation of reserves	1,875	3,942	5,817	1,124	2,555	3,679
EFFECT ON NON-CONTROLLING INTEREST (Liability increase)	(2,658)	(5,350)	(8,008)	(2,428)	(5,428)	(7,856)
TOTAL EFFECT ON TRANSLATION DIFFERENCES (Liabilities increase) (Note 18)	(10,968)	(23,087)	(34,055)	(9,476)	(21,427)	(30,903)
TOTAL EFFECT ON INCOME AND EXPENSES	456	583	1,039	757	724	1,481
EFFECT ON RESERVES (Liabilities decrease/losses from previous years)	4,240	10,834	15,074	3,483	10,110	13,593

Balance-sheet accounts with a positive sign relate to receivable balances and the negative sign to payable balances.
Income statement accounts with a positive sign relate to expenses and the negative sign to income.

4.6 Alternative performance measures

Together with the indicators given in the IFRS, the Group uses a set of alternative performance measures, since it considers that they help in the decision-making process and economic-financial situation and are widely used by investors, financial analysts and other stakeholders. These indicators are not defined by IFRS and thus may not be directly comparable with other similar indicators used by other companies.

EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization)

EBITDA is an alternative performance measure because it provides useful information regarding the plants' ability to generate operating results (before financial expenses, taxes and amortisation), segments and the Group as a whole, and it is one of the indicators used by lenders to measure our financial capacity, on comparing it with debt.

EBITDA represents the operating profit before depreciation, amortisation and impairment losses. It is calculated as the difference between two aggregates defined under IFRS, without performing any adjustments thereto.

The calculation of EBITDA at 30 June 2021 and 30 June 2020 is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Operating profit	207,873	(190,167)
Amortisation and impairment	290,273	316,182
EBITDA	498,146	126,015
Transformation plan operating expenses	-	89,892
EBITDA Pre-Transformation plan	498,146	215,907

Pro forma EBITDA at 30 June 2021 and 30 June 2020, excluding the impact of IFRS 16 that applies from 1 January 2019, would be 454,785 thousand euros and 78,131 thousand euros, respectively.

The calculation of the EBITDA at 30 June 2021 and 30 June 2020, based on the information contained in the Interim Condensed Consolidated Statement of Cash Flows was as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Result before taxes	143,848	(305,992)
Adjustments to profit	354,298	432,007
Depreciation and amortisation of assets	290,273	316,182
Financial income	(5,806)	(4,178)
Financial expenses	78,580	81,284
Exchange rate differences	(6,796)	34,152
Share of profit/(loss) from associates - equity method	(503)	(395)
Change in fair value of financial instruments	-	3,280
Impairment and gains/losses on disposals of financial instruments	(400)	-
Result of exposure to inflation	(1,050)	1,682
TOTAL EBITDA	498,146	126,015

EBIT (Earnings Before Interest and Taxes)

EBIT is the Operating Profit. It is calculated before financial expenses and taxes.

CAPEX

The Group uses the CAPEX as an alternative performance measure, since it provides significant information on the investment decisions performed by the Group, and it is also related with the financing of operations.

CAPEX is calculated by adding the additions to Other intangible assets and to Property, plant and equipment.

The calculation of the CAPEX at 30 June 2021 and 31 December 2020 is as follows (Notes 10.b) and 11):

	Thousands of euros	
	30-06-2021	31-12-2020
Additions to Other intangible assets	37,231	76,925
Additions to Property, plant and equipment	181,359	483,483
	218,590	560,408

Net Financial Debt

Net Financial Debt provides useful information with regard to the level of debt held by the Group related with compliance with financial obligations (“covenants”), and the changes therein relate to cash generation before lending transactions more directly than the changes in gross debt.

The calculation of the Net Financial Debt at 30 June 2021 and 31 December 2020 is as follows (Note 22):

	Thousands of euros	
	30-06-2021	31-12-2020
Interest-bearing loans and borrowings and debt issues	3,092,814	3,971,129
Finance lease	49,938	51,993
Borrowings from related parties	126,853	125,287
Other borrowings	251,082	245,257
Operating lease (IFRS 16)	413,977	427,343
Gross Financial Debt (Note 22 and Note 4.4)	3,934,664	4,821,009
Current financial assets	(36,262)	(31,362)
Cash and cash equivalents	(1,417,943)	(2,304,633)
Subtotal	(1,454,205)	(2,335,995)
Net financial debt	2,480,459	2,485,014

The proforma net financial debt at 30 June 2021 and 31 December 2020, without the impact of the application of IFRS 16, would be 2,066,482 thousand euros and 2,057,671 thousand euros, respectively.

Note 5. Changes in accounting policies

a) Standards and interpretations approved by the European Union and applied for the first time this year

Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: Interest rate benchmark reform - phase 2

In August 2020, the IASB published amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: Interest rate benchmark reform - phase 2. These amendments provide temporary relief for financial reporting while interbank offered rates (IBORs) are replaced by risk-free rates (RFRs).

b) Standards and interpretations issued by the IASB, but not applicable in this year

Amendments to IAS 1 Presentation of Financial Statements: classification of financial liabilities as current or non-current

In January 2020, the IASB issued its amendments to paragraphs 69-76 of IAS 1 Presentation of Financial Statements to clarify the requirements to be applied in classifying liabilities as current or non-current. In particular, it clarified:

- What it means to have the right to defer settlement.
- That the right to defer settlement must exist at the close of the reporting period
- That the classification is not altered by the likelihood of exercising the right to defer
- Only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

These amendments are effective for periods beginning on or after 1 January 2023 and should be applied retroactively. Although no significant impacts are expected, the Group will update its accounting policies.

Amendments to IAS 16 Property, Plant and Equipment: Proceeds before intended use

These amendments, issued by the IASB in May 2020, prohibit the deduction from the acquisition cost of asset proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by Management. Instead, these amounts will be recorded in the income statement.

These amendments are effective for the periods beginning on or after 1 January 2022, and they must be applied retroactively only to the assets taken to the location and brought to the condition necessary for them to be able to operate in the manner intended by Management from the start of the first period presented in the financial statements in which they are applied for the first time. Although no significant changes are expected, the Group will update its accounting policies.

Amendments to IAS 37 – Cost of fulfilling a contract

These amendments, issued by the IASB in May 2020, detail the costs that entities should include when assessing whether a contract is onerous or loss-making. The amendments propose a "direct cost approach". The costs related directly with a contract to deliver goods or provide services include both the incremental costs and an allocation of those directly related with the contract. The administrative and general costs are not directly attributable to a contract; hence they are excluded from the calculation unless they can be explicitly passed on to the counterparty in line with the contract.

These amendments are effective for periods beginning on or after 1 January 2022. Although no relevant changes are expected, the Group will update its accounting policies.

Amendments to IAS 1 and to IFRS Practice Statement 2 - Disclosure of Accounting Policies

The IASB included a guide and examples in these amendments to apply judgement on identifying which accounting policies are material. The amendments replace the criteria of disclosing significant accounting policies by material accounting policies. They also provide a guide on how to apply the concept of material to decide which accounting policies are material.

These amendments are effective for periods beginning on or after 1 January 2023. The Group is currently analysing the impact of these changes.

Amendment to IFRS 16 COVID-19 Related Rent Concessions

There were no rent concessions in the year.

Amendments to IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The amendments to IAS 12 reduce the scope of exception to the initial recognition of IAS 12, so that it does not apply to transactions which, in the initial recognition, give rise to the same temporary taxable and deductible differences. It also clarifies that when the payments that settle a liability are tax deductible, it is necessary to apply judgement, considering the tax laws, to determine whether the deductions are attributed to the recognised liability, and its interest charges, or to the related asset, and its interest charges.

These amendments are effective for periods beginning on or after 1 January 2023. The Group is currently analysing the impact that this standard may have.

Note 6. Summary of significant accounting policies

6.1 Foreign currency transactions

Functional and presentation currency

Line items included in the financial statements of each entity are valued using the functional currency of the primary economic environment in which it operates.

The Interim Condensed Consolidated Financial Statements are presented in thousands of euros, as the Euro is the Group's presentation currency and the functional currency of the Parent Company.

Transactions in foreign currency other than the functional currency of each company

Transactions in foreign currencies different to the functional currency of each company are translated to its functional currency at the exchange rate prevailing at the date of the transaction. Exchange gains and losses arising on the settlement of these transactions or on translating foreign currency denominated monetary assets and liabilities at closing rates are recognised in the Interim Condensed Consolidated Income Statement.

6.2 Property, plant and equipment

Property, plant and equipment is carried at either acquisition, transition cost to IFRS (1 January 2007), or production cost, including all the costs and expenses directly related with assets acquired until ready for use, less accumulated depreciation and any impairment losses. Land is not depreciated and is presented net of any impairment charges.

Acquisition cost includes:

- Purchase price.
- Settlement discounts that reduce the value of the asset.
- Directly attributable costs incurred to ready the asset for use.

Prior to the date of transition to international accounting standards (1 January 2007), certain Group companies remeasured certain tangible assets under various legal provisions (RDL 7/1996; Norma foral del Gobierno vasco 6/1996 and various international legal provisions), the amount of these remeasurements being considered as part of the cost of the assets in accordance with IAS 1.

At the date of transition to EU-IFRS (1 January 2007), all property, plant and equipment was measured at fair value at that date on the basis of a report by an independent expert, which led to a revaluation of the Group's assets (Note 11).

The carrying value of Property plant, and equipment acquired by means of a business combination is measured at its fair value, determined by an independent expert at the moment of its incorporation into the Group (Note 6.3).

Specific spare parts: certain major parts of some items of Property, plant and equipment may require replacement at irregular intervals. The cost of these parts is capitalised when the part is replaced and depreciated over their estimated useful lives. The net carrying amount of replaced parts is retired with a charge to income when the replacement occurs.

Ordinary repair or maintenance work is not capitalised.

An item of Property, plant and equipment is retired upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on retirement of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is included in the Interim Condensed Consolidated Income Statement in the year the asset is retired.

Finance costs directly attributable to the acquisition or implementation of property, plant and equipment that require a substantial period of time to be available for use are capitalised in accordance with the accounting treatment in IAS 23. The amount of these capitalised finance costs is not material.

Annual depreciation is calculated using the straight-line method based on the estimated useful lives of the various assets.

The estimated useful lives of the various asset categories are:

	Estimated useful life (years)	
	2021	2020
Buildings	17 to 35	17 to 35
Plant and machinery	3 to 20	3 to 20
Other plant, tools and furniture	2 to 10	2 to 10
Other PP&E items	4 to 10	4 to 10

The assets' estimated useful lives are reviewed at each financial year end, and adjusted prospectively if revised expectations differ significantly from previous estimates.

No significant residual values at the end of useful lives are expected.

When the net carrying amount of an individual item from Property, plant and equipment is higher than their recoverable value, impairment is considered and the value of the item is decreased to the recoverable value.

6.3 Business combinations and consolidation goodwill

Business combinations

Business combinations are accounted for using the acquisition method. The acquisition cost is the sum of the total consideration transferred, measured at fair value at the acquisition date, and the amount of non-controlling interest of the acquired company, if any.

For each business combination, the Group measures the non-controlling interest in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets.

Acquisition costs incurred are registered under the heading Other operating expenses in the Interim Condensed Consolidated Income Statement.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions at the acquisition date. This includes the separation of the implicit derivatives of the main contracts of the acquired company.

Consolidation goodwill

Goodwill acquired in a business combination is initially measured, at the time of acquisition, at cost, that is, the excess of the total consideration paid for the business combination over the Parent

Company's interest in the net fair value of the identifiable assets, liabilities, and contingent liabilities of the acquired business.

For companies whose functional currency is different from the presentation currency, the value of the goodwill recognised is updated using the exchange rate prevailing at the Interim Condensed Consolidated Balance Sheet date, recognising in Translation differences the differences between beginning and ending balances in euros, according to IAS 21, considered to be belonging to the acquired business assets.

If the Parent Company's interest in the net fair value of the identifiable acquired assets, assumed liabilities, and contingent liabilities exceeds the cost of the business combination, the Parent Company reconsiders the identification and measurement of the assets, liabilities, and contingent liabilities of the acquired company, as well as the measurement of the cost of the business combination (even non-monetary) and recognises any excess that continues to exist after this reconsideration in the Interim Condensed Consolidated Income Statement.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is tested for impairment annually or more frequently if events or changes in circumstances indicate that the carrying amount may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units or groups of Cash-Generating Units (Note 6.7) expected to benefit from the business combination's synergies, irrespective of any other Group assets or liabilities assigned to those units or groups of units.

Impairment is determined by assessing the recoverable amount of the Cash-Generating Unit or groups of Cash-Generating Units to which the goodwill relates. If the recoverable amount of the Cash-Generating Unit or Group of Cash-Generating Units is less than the carrying amount, the Group recognizes an impairment loss (Note 6.7).

6.4 [Investment in associates](#)

The Group has equity interests in associates, which are companies over which the Group has significant influence.

The Group records its interest in associates using the equity method.

According to this method, the investment in an associate is initially recorded at cost. From the acquisition date on, the carrying amount of the investment is adjusted to reflect the changes of the investor's share of the net assets of the associate. The goodwill related to the associate is included in the carrying amount of the investment and it is not amortised and no related impairment test is performed.

The share of the Group in profits of the associate's operations is reflected in the Interim Condensed Consolidated Income Statement. When there has been a change recognised directly in equity by the associate, the Group recognises its share of this change, when applicable, in the Interim Condensed Statement of Changes in Equity. Non-realised gains or losses resulting from transactions between the Group and the associate corresponding to the share of the Group in the associate are eliminated.

The share of the Group in profits of the associate is reflected directly in the Interim Condensed Consolidated Income Statement and it represents profit after taxes and non-controlling interests existing in subsidiaries of the associate.

The financial statements of the associate are prepared for the same period as the Group; the required adjustments and reclassifications have been made in consolidation in order to harmonise the policies and methods used by the Group.

After using the equity method, the Group decides if impairment losses on the investment in the associate have to be recognised. At the closing date the Group considers if there are evidences of impairment of the investment in the associate. If this is the case, the Group calculates the amount of the impairment loss as the difference between the recoverable amount of the associate and its carrying amount and recognises this amount under the heading Share of profits from associates-equity method in the Interim Condensed Consolidated Income Statement.

When the significant influence of the Group in the associate ceases, the Group recognises the investment at its fair value. Any difference between the carrying amount of the associate at the moment of loss of significant influence and the fair value of the investment plus the income for sale, is recognised in the Interim Condensed Consolidated Income Statement.

6.5 Other intangible assets

Other intangible assets acquired by the Group are measured at cost less accumulated amortisation and any accumulated impairment losses.

An intangible asset is recognised only if it is probable that it will generate future benefits for the Group and that its cost can be reliably measured.

Research and development costs

Research costs are expensed as incurred.

Development expenditure is capitalised when the Group can demonstrate:

- The technical feasibility of completing the intangible asset so that it will be available for use or sale.
- Its intention to complete and its ability to use or sell the resulting asset.
- Its ability to use or sell the intangible asset.
- The economic and commercial profitability of the project is reasonably ensured.
- The availability of adequate technical and financial resources to complete and to use or sell the resulting asset.
- Its ability to measure reliably the expenditure during development.

Capitalised development expenses are amortised on a straight-line basis, over the period in which it is expected to obtain income or profits from the aforementioned project, which does not exceed 6 years.

At 30 June 2021 and 31 December 2020, no intangible assets corresponding to development expenses had been capitalised more than one year previously (with respect to those dates) and that had not begun to be amortised on those dates.

Concessions, patents, licences, trademarks, et al.

These intangible assets are initially measured at acquisition cost. They are assessed as having a finite useful life and are accordingly carried at cost net of accumulated amortization. Amortization is calculated using the straight-line method, based on the estimated useful life, in all instances less than 5 years; except the GESTAMP trademark which is considered an asset of indefinite useful life.

Software

Software is measured at acquisition cost.

Software acquired from third parties, recognised as assets, is amortised over its estimated useful life, which does not exceed 5 years.

IT maintenance costs are expensed as incurred.

6.6 Financial assets

Following the IFRS 9's criteria, the Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

Debt financial asset instruments are subsequently measured at fair value through profit or loss (FVPL), amortised cost, or fair value through other comprehensive income (FVOCI). The classification is based on two criteria: the Group's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding (the "SPPI criterion").

The new classification and measurement of the IFRS 9 is as follows:

- instruments at amortised cost for financial assets that are held within a business model with the objective to hold the financial assets in order to collect contractual cash flows that meet the SPPI criterion.
- instruments at FVOCI, with gains or losses recycled to profit or loss on derecognition.

The Group's financial instruments included in non-current financial assets, trade and other receivables, other current assets and current financial assets are recognised at amortised cost, taking into account the business model and the evaluation of the SPPI.

Investments accounted for using the equity method

Investments in associates or joint ventures, companies in which the Group has significant influence, are accounted for using the equity method (Note 6.4).

Derecognition of financial instruments

The Group retires a transferred financial asset from the Interim Condensed Consolidated Balance Sheet when it has transferred its rights to receive cash flows from the asset or, retaining these rights, when the Group has assumed a contractual obligation to pay the cash flows to a third party, and the Group has transferred substantially all the risks and rewards of ownership of the asset.

If the entity has retained substantially all the risks and rewards of ownership of the transferred asset, the entity does not retire the transferred asset from its balance sheet and recognises a financial liability for the consideration received. This financial liability is subsequently measured at amortised cost. The transferred financial asset continues to be measured using the same criteria as prior to the transfer. The Group recognises any income on the financial asset transferred, together with any expense incurred on the financial liability, in the Interim Condensed Consolidated Income Statement, without any offsetting entry.

6.7 Impairment losses

Impairment of non-financial assets

The Group assesses at each reporting date whether there is any indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount as either the group of assets' or cash-generating unit's fair value less costs to sell, or its value in use, whichever is higher.

The indicators of impairment are analysed at two levels. One, at the level of the Group's CGUs and the other for the corporate development expense intangible assets (R&D projects). It is considered that a CGU has signs of impairment if it is observed that its level of profitability is significantly below the average return of the segment and of the Group for an on-going period. Other qualitative factors that may affect the CGU are also considered. In the case of the R&D Projects, a significant variation in actual income with regard to expected income in the business plans estimated at the start of the project represent a sign of impairment.

A cash-generating unit (CGU) is the smallest identifiable group of assets that generates cash flows that are largely independent of the cash inflows from other assets. The smallest identifiable group of assets designated are the operating plants or the individual companies. However, there are specific cases in which the CGU does not correspond directly to the plants for various reasons, because the trading company groups together several plants that are close to each other or managed as a unit (France, UK, Brazil), or because at a country level there is significant operational integration (Mexico, USA).

When the carrying amount of a group of assets or CGU exceeds its recoverable amount, an impairment loss is recognised and its carrying amount is decreased to its recoverable amount.

Impairment losses with respect to CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating units and, then, to proportionally reduce the carrying amount of the assets of the CGU unless, based on a review of the individual assets, it is considered that their fair value less costs to sell is higher than their carrying amount.

When assessing value in use, estimated future cash-flows are discounted at present value by using a pre-tax discount rate that reflects current market valuations of money and risks of the asset. For calculating the fair value of the asset less costs to sell, recent transactions are considered and if they cannot be identified, a proper valuation method is used. These calculations are based on several considerations, market prices and other available indicators of the fair value.

The calculation of impairment is based on detailed budgets and forecasts individually prepared for each CGU to which the asset is allocated. These budgets are, to a significant extent, drawn up on the basis of external sources from consultants on vehicle production and sales. The forecasts cover a five-year period and after that it applies a long-term growth rate using for estimating future cash-flows.

Impairment losses on continuing operations, including inventory impairment, are recognised in the Interim Condensed Consolidated Income Statement under the expense headings relating to the function of the impaired asset.

For all assets except goodwill, an assessment is made every year to see if there is evidence that the impairment registered in previous years has been reduced or has disappeared. In such case, the Group estimates the recoverable value of the asset or the CGU.

A previously recognised impairment loss is reversed, with the reversal recognized in the Interim Condensed Consolidated Income Statement, if there has been a change in the assumptions used to determine the asset's recoverable amount. The restated recoverable amount of the asset cannot exceed the carrying amount that would have been determined had no impairment loss been recognised.

The following assets present specific characteristics when assessing their impairment:

Consolidation goodwill

Goodwill is tested for impairment at year-end when circumstances indicate that the carrying amount may be impaired.

The impairment test for the goodwill assesses the recoverable value of each CGU allocated to it. If the recoverable value of the CGU is lower than its carrying amount, an impairment loss is registered.

Goodwill impairment losses cannot be reversed in future periods.

Intangible assets

At year-end an impairment test is performed on intangible assets with indefinite useful lives, both at the individual level and at the CGU level, as appropriate, and when circumstances indicate that the carrying amount may be impaired.

Impairment of financial assets

The reduction in the fair value of financial assets that has been recognised directly in equity when there is objective evidence of impairment must be recognised in the Interim Condensed Consolidated Income Statement for the year. The cumulative loss recognised in the Interim Condensed Consolidated Income Statement is measured as the difference between the acquisition cost and current fair value.

Once an equity investment has been impaired, any increase in value is registered in Other comprehensive income with no effect on the profit or loss for the year.

In the case of debt instruments classified, if the fair value of an impaired debt instrument subsequently increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in the Interim Condensed Consolidated Income Statement, the impairment loss can be reversed through the Interim Condensed Consolidated Income Statement.

The recoverable amount of held-to-maturity investments and loans and receivables carried at amortised cost is calculated as the present value of the expected future cash flows discounted at the original effective interest rate. The carrying amount of the asset will be reduced through the provision account. The amount of the loss is recognised in the Interim Condensed Consolidated Income Statement for the year. Current investments are not discounted to present value.

Impairment losses on loans and receivables carried at amortised cost are reversed if the subsequent increase in the recoverable amount can be objectively related to an event occurring after the impairment loss was recognised.

6.8 Assets and liabilities held for sale and discontinued operations

Assets and liabilities included in a disposal group whose recovery is expected through sale and not through continued use are included in this category. These assets are valued at lower cost between carrying amount and fair value less costs for sale.

Discontinued operations are reflected in the Interim Condensed Consolidated Income Statement separately from the revenue and expenses from continued operations. They are reflected on a single line as profit after taxes from discontinued operations.

At 30 June 2021 and 31 December 2020, no assets or liabilities were recognised under this heading or profits/losses from discontinued operations.

6.9 [Trade and other receivables](#)

Trade receivables are shown in the accompanying Interim Condensed Consolidated Balance Sheet at their face value.

Discounted bills pending maturity at year end are included in the accompanying Interim Condensed Consolidated Balance Sheet under Trade receivables, with a balancing entry in Interest-bearing loans and borrowings. The balances transferred to banks as Non-Recourse Factoring are not included in Trade receivables since all risks related to them, including bad and past-due debt risks, have been transferred to the bank (Note 15.a)).

The Group recognises impairment allowances in order to cover the expected loss model.

6.10 [Inventories](#)

Inventories are valued at the lower of acquisition or production cost and net realisable value.

Cost includes all expenses derived from the acquisition and transformation of inventories, including any other expenses incurred to bring them to their present condition and location.

Inventories have been valued using the average weighted cost method.

When inventories are deemed impaired, their initially recognized value is written down to net realizable value (selling price less estimated costs of completion and sale).

6.11 [Revenue recognition and assets from contracts with customers](#)

Recognition of revenue from customer contracts

The Group earns its revenue primarily from the sale of welded and stamped parts, as well as the construction of toolings. These goods and services are delivered to customers over time and not necessarily together.

The policy of recognising the Group's income is determined by the five-stage model proposed by IFRS 15 Revenue from Contracts with Customers.

Identification of the contract with the customer

The Group's contracts are normally supply agreements for an unspecified number of orders and thus the term of each contract depends on the orders received.

The contracts are identified with the orders received from the customer, since this is when rights and obligations are created between both parties to produce the parts or build the tools.

Identification of the performance obligations

Given that control of manufactured toolings is transferred to the customer, the toolings are considered contract's goods and services. Manufacturing of the toolings as well as the parts necessary to ensure their correct operation is a single performance obligation.

Once the toolings are manufactured, each part requested by a customer corresponds to a separate performance obligation and thus, for practical purposes, they are not considered a series, given the short duration of the orders and the little time needed to produce the parts.

Taking into account the just in time production model with customers, at year-end, there were no significant performance obligations pending execution in relation to parts.

Determination of the price of the transaction and its allocation to the performance obligations

The price agreed in the orders represents the independent sales price of the goods and services being transferred in the contracts. The Group negotiates concessions or incentives that are discounted from expected future revenue despite the fact that the number of parts ordered with each contract is not known. Some orders have variable consideration for the reviews of prices under negotiation, which are estimated based on the expected probability method and, where appropriate, they would be limited to the amount that is highly unlikely to be reversed in the future.

On certain occasions, advance payments of future discounts are applicable to the agreement, which are normally paid at the beginning of the project to the customer. This payment complies with the definition of the asset, to the extent that the associated contracts (resource criteria controlled by the company) are going to generate profit (probability criteria). Once the manufacture of the tools has been completed and the parts manufacturing phase has commenced, it is highly unlikely that the customer will cancel the project and choose another supplier, because it would mean a significant delay in its production and therefore it is probable that profit will be generated. Furthermore, it is highly probable that the payment will be recovered through sales of future parts and it is probable that economic benefits will be generated.

This payment is normally associated with the parts supply agreement to the customer, which will determine the time criteria to transfer the asset to results for the advance payment.

The accounting treatment afforded is to recognise this asset for the payment made early and to transfer it to results as reduced income when the goods and services expected in the agreement are delivered, that is, for the number of parts supplied to the customer. Given that the agreement term with the customer normally exceeds one year and the payment is made at the beginning of the project, the amount paid reflects the current net value of the asset to be recognised, hence, in subsequent periods, the corresponding finance income must accrue.

Recognition of income

As the parts are made, goods are created that have no alternative use and the related orders generate rights and obligations wherein control of the parts is transferred to the customer.

Since the control of toolings and parts is transferred over time, progress is measured using the work-in-progress evaluation method. The method that best represents the progress of the Group's activities is costs incurred as a percentage of total estimated costs. If the results of a contract cannot be reliably estimated, revenue is recognised only to the extent that the expenses recognised are recoverable.

Based on historical experience and the Group's current estimates, except in extraordinary circumstances, no losses will be generated upon final settlement of the manufacturing contracts for tools under construction. Exceptionally, should it be deemed likely that costs will not be recovered, an onerous contract provision would be recognised.

Other aspects of the income recognition policy

There are no incremental direct costs for obtaining contracts. Performance obligations representing a guarantee do not exist either.

A residual part of income corresponds to access licences (royalties). They are recognised in line with the accrual principle.

Assets from contracts with customers

Customer advances corresponding to tooling construction contracts reflect billing milestones and not necessarily the stage of completion of the tooling construction. Assets from contracts with customers includes the balancing entry for income recognised according to the work-in-progress evaluation method for which the customer was not invoiced, deducting the customer advances received. These Assets from contracts with customers are presented at contract level with a customer.

Interest, royalties and dividends

Interest revenue is recognized as interest accrues taking into account the effective return of the asset (using the effective interest method, i.e., the rate that makes discounted future cash receipts through the expected life of the financial instrument equal to the initial carrying amount of the asset).

Dividends received from associates, integrated by the equity method, are recognised in results on an accrual basis.

6.12 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with short-term, highly liquid investments that are subject to an insignificant risk of changes in value. An investment is considered a cash equivalent when it has a maturity of three months or less from the date of acquisition or establishment.

6.13 Government grants

Government grants are recognised at fair value when there is reasonable assurance that the grant will be received and all attached conditions will be complied with.

Grants related to assets (capital grants) are recognised in the Interim Condensed Consolidated Balance Sheet under Deferred Income and are recognised at the amount granted. The Interim Condensed Consolidated Income Statement will be allocated as the subsidised asset is depreciated/amortised.

Grants received are presented as a reduction of the related expenditure.

6.14 Financial liabilities (trade and other payables and borrowings)

Financial liabilities are initially recognised at fair value net of transaction costs, except for financial liabilities at fair value with changes in the Interim Condensed Consolidated Income Statement. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost, measured as the difference between their cost and redemption value, using the effective interest rate method.

Liabilities maturing in less than 12 months from the Interim Condensed Consolidated Balance Sheet date are classified as current, while those with longer maturity periods are classified as non-current.

A financial liability is retired when the obligation under the liability is discharged or cancelled or expires.

6.15 Provisions and contingent liabilities

Provisions are recognised when the Group has a current obligation (legal or constructive) arising as a result of a past event and it is probable that the Group will have to dispose of resources as required to settle the obligation, provided that a reliable estimate can be made of the amount of the obligation.

Provisions are reviewed at each Interim Condensed Consolidated Balance Sheet date and adjusted to reflect the current best estimate of the liability.

Provisions for personnel restructuring are recorded for the expenses necessarily incurred in restructuring and for those not associated with the entity's normal activities.

Provisions for personnel restructuring are only recognised when there is a formal plan that identifies:

- the affected business;
- the main locations affected;
- the employees to receive redundancy payments;
- the outlays to be incurred;
- when it will be implemented;
- and it is also necessary that a real expectation has been generated that the restructuring will be carried out and that those affected have been informed.

The provisions are determined by discounting expected future cash outlays using the pre-tax market rate and, where appropriate, the risks specific to the liability. This method is only applied if the effects are significant. When discounting is used, the increase in the provision due to the passage of time is recognised as a financial expense.

Contingent liabilities are potential obligations that arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the Group, as well as present obligations arising from past events, the amount of which cannot be reliably estimated or whose settlement may not require an outflow of resources. These contingent liabilities are only subject to disclosure and are not accounted for.

6.16 Employee benefits

The Group has assumed pension commitments for some companies located in Germany and France.

The Group classifies its pension commitments depending on their nature in defined contribution plans and defined benefit plans. Defined contribution plans are post-employment benefit plans under which the company pays fixed contributions into a separate entity (insurance company or pension plan), and will have no legal or constructive obligation to pay further contributions if the separate company does not carry out its assumed commitments. Defined benefit plans are post-employment benefit plans other than defined contribution plans.

Defined contribution plans

The Group carries out predetermined contributions into a separate entity (insurance company or pension plan), and will have no legal or implicit obligation to pay further contributions if the separate company does not have enough assets to attend employee benefits related to their services rendered in current and previous years.

The contributions made to defined contribution plans are recognized in profit and loss according to the accrual principle.

The amount registered in the Interim Condensed Consolidated Income Statement at 30 June 2021 was 1.05 million euros (30 June 2020: 1.2 million euros) (Note 25.b). This figure corresponds to contributions made in the United Kingdom.

Defined benefit plans

For defined benefit plans, the cost of providing these benefits is determined separately for each plan using the projected unit credit method. The actuarial gains and losses are recognised in Other Comprehensive Income when incurred. In subsequent years, these actuarial gains and losses are registered as equity, and are not reclassified to profit and loss.

The amounts to be recognised in profit and loss are:

- Current service cost.
- Any past service cost and gains or losses upon payment.
- Net interest on the net defined benefit liability (asset), which is determined by applying the discount rate to the net defined benefit liability (asset).

The past service costs will be recognised as expenses at the earlier of the following dates (i) in the period when the plan is amended or curtailment occurs (ii) when the Group recognises related restructuring costs or benefits of termination.

The defined benefit liability (asset) is the deficit or surplus, adjusted for any effect of limiting a net defined benefit asset to the asset ceiling. The asset ceiling is the present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan.

The rate used to discount post-employment benefit obligations shall be determined by reference to market yields at the end of the reporting period on high quality corporate bonds.

The deficit or surplus is:

1. The present value of the defined benefit obligation.
2. Less the fair value of plan assets with which obligations are directly cancelled.

Plan assets comprise assets held by a long-term employee benefit fund, and qualifying insurance policies. These assets are not available to the reporting entity's own creditors and cannot be returned to the reporting entity. Fair value is based on market price and in case of stock market values, it corresponds to published prices.

There are defined benefit schemes in Germany and France.

Indemnities

Indemnities to pay to employees dismissed through no fault of their own are calculated based on years of service. Any expenses incurred for indemnities are charged to the Interim Condensed Consolidated Income Statement as soon as they are known.

6.17 Leases

In accordance with IFRS 16, the Group records lease transactions as follows:

Rights of use

The Group recognises rights of use at the commencement of the lease, i.e. the date on which the underlying asset is available for use. The rights of use are measured at cost, less accumulated amortisation and impairment losses, and they are adjusted due to any changes in the measurement of

the associated lease liabilities. The initial cost of the rights of use includes the amount of the lease liabilities recognised, the initial direct costs and the lease payments made prior to the start of the lease. The incentives received are discounted at the initial cost. Unless the Group is reasonably certain of obtaining the ownership of the leased asset at the end of the lease period, the rights of use are amortised on a straight-line basis at the lower of the estimated useful life and the lease term. Rights of use are subject to the impairment analysis.

Lease liabilities

At the start of the lease, the Group recognises lease liabilities for the current value of the lease payments made during the lease period. Lease payments include fixed payments (including fixed payments in essence), less lease incentives, variable payments that depend on an index or a rate and the amounts expected to be paid to guarantee the residual value. Lease payments also include the exercise price of a purchase option if the Group has reasonable certainty that it will exercise such option and pay penalties to terminate the lease, if the lease term reflects the exercise by the Group of the option to terminate the lease. Variable lease payments that do not depend on an index or rate are recognised as expenses in the period in which the event or condition occurs triggering the payment.

When the present value of lease payments is calculated, the Group uses the incremental interest rate at the start of the lease if the implicit interest rate in the lease cannot be determined easily. After the commencement date, the amount of the lease liabilities is increased to reflect cumulative interest and it is reduced as a result of the lease payments made. Furthermore, the lease liability will be measured again in the event of a modification, a change in the lease term, a change in lease payments fixed in essence or a change in the assessment to purchase the underlying asset. The liability is also increased in the event of a change in future lease payments arising from a change in the index or rate used to determine these payments.

Short-term leases and leases of low value assets

The Group applies the exemption from recognising the short-term lease to its machinery and equipment leases that have a lease term of 12 month or less from the commencement date and that do not have a purchase option. It also applies the exemption from recognising low value assets to assets considered to have a low value. Lease payments in short-term leases and leases of low value assets are recognised as expenses on a straight-line basis during the lease period.

Criteria applied when determining the lease term for contracts with a renewal option.

The Group determines the lease period as the non-cancellable term of a lease, to which optional periods are added to extend the lease, if it is reasonably certain that such option will be exercised. It also includes the periods covered by the option to terminate the lease, if it is reasonably certain that such option will not be exercised.

The Group has the option, under some of its agreements, to lease assets for additional terms to the non-cancellable period. The Group is assessing whether it is reasonably certain that the option to renew will be exercised. That is, it considers all the pertinent factors that create an economic incentive to renew. After the commencement date, the Group re-assesses the lease term if there is a significant event or change in circumstances under its control affecting its ability to exercise or not exercise the renewal option. The Group includes the renewal period as part of the lease term for offices, factories and warehouses due to the importance of these assets for its operations.

6.18 Income tax

The income tax recognised in the Interim Condensed Consolidated Income Statement includes current and deferred taxes.

Income tax expense is recognised in the Interim Condensed Consolidated Income Statement except for current income tax relating to line items in equity, which is recognised in equity and not in the income statement.

Current tax expense

Current tax expense is the amount of income taxes payable in respect of the taxable profit for the year and is calculated based on net profit for the year before deducting tax expense (accounting profit), increased or decreased, as appropriate, by permanent and temporary differences between accounting and taxable profit as provided for in prevailing tax legislation.

Tax credits

The carry forwards of unused tax credits and tax losses are recognised as a reduction in tax expense in the year in which they are applied or offset, unless there is reasonable doubt as to their realisation, in which case they are not capitalised and are considered as a decrease in income tax expense in the year in which they are applied or offset.

Temporary differences

Deferred tax liabilities: a deferred tax liability is recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from the initial recognition of goodwill or the initial recognition of an asset or liability in a transaction which is not a business combination and which, at the time of the transaction, affects neither the accounting nor the fiscal result.

Deferred tax assets: a deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination and which, at the time of the transaction, affects neither the accounting nor the fiscal result.

6.19 Derivative financial instruments

The Parent Company has arranged cash flow (interest rate) hedges through entities that operate on organized markets. These instruments are used to hedge exposure to fluctuations in floating interest rates on a portion of the bank loans granted to the Parent Company and on a portion of expected future borrowings. During the first semester of 2021, an active management process has been carried out in relation to them.

These financial derivatives hedging cash flows are initially recognised in the Interim Condensed Consolidated Balance Sheet at acquisition cost and, subsequently, they are marked to market.

Any gains or losses arising from changes in the market value of derivatives in respect of the ineffective portion of an effective hedge are taken directly to the Interim Condensed Consolidated Income Statement, while gains or losses on the effective portion are recognised in “Effective hedges” within “Retained earnings” with respect to cash flow hedges. The cumulative gain or loss recognised under these headings is taken to the Interim Condensed Consolidated Income Statement when the hedged item affects profit or loss or in the year of disposal of the item. The extension options are not recognised for accounting purposes as hedges; accordingly, the change in value is recognised directly in the Interim Condensed Consolidated Financial Statements.

Derivatives are recognised as assets when the fair value is positive and as liabilities when the fair value is negative.

Hedges of net investments in a foreign operation, including a hedge of a monetary item that is accounted for as part of the net investment, shall be accounted for similarly to cash flow hedges.

The ineffective portion of the exchange differences of certain financial instruments are recognised in the Interim Condensed Consolidated Income Statement and the effective portion in Translation differences (Consolidated Equity).

After cancellation of the debt instrument issued to hedge the net investment, the amounts deemed to be translation differences will stay in this heading until derecognition of the investment in the foreign operation, transferring the cumulative loss or gain in this heading to the Interim Condensed Consolidated Income Statement.

Over the year, the Group has arranged short-term currency options to protect itself against depreciating currencies. Changes in fair value are recognised in the Interim Condensed Consolidated Income Statement without being significant.

6.20 [Related parties](#)

The Group considers as related parties: direct and indirect shareholders, companies over which it has significant influence or joint control, such as companies accounted for using the equity method and its directors.

Companies not belonging to the Group but belonging to the major shareholder of the Parent Company, with control or significant influence, are also considered related parties.

6.21 [Environment](#)

Expenses relating to decontamination and restoration work in polluted areas, as well as the elimination of waste and other expenses incurred to comply with the environmental protection legislation, are registered in the year they are incurred, unless they correspond to the acquisition cost of assets to be used over an extended period. In this case, they are recognised in the corresponding heading under Property, plant and equipment and are depreciated using the same criteria described in Note 6.2.

The probable economic cost of any contingent liabilities for these items, if any, would be subject to a provision on the liability side of the Interim Condensed Consolidated Balance Sheet.

Note 7. [Significant accounting estimates and criteria](#)

The preparation of the accompanying Interim Condensed Consolidated Financial Statements under IFRS requires management to make estimates and assumptions that affect the Interim Condensed Consolidated Balance Sheet and the Interim Condensed Consolidated Income Statement for the year. The estimates that have a significant impact are as follows:

Impairment of non-financial assets

There is impairment when the carrying amount of an asset or a Cash-Generating Unit (CGU) is higher than its recoverable value, which is the higher of its recoverable value less costs of sale and its value in use.

For CGUs with a goodwill or an asset with indefinite useful life assigned, an impairment test is carried out every year by calculating the recoverable value through the value in use. The calculation is based on the discounting of cash flows. Cash flows are obtained from the most conservative budget and business plan for the next five years and they do not include uncommitted restructuring activities or

the significant future investments which will increase the output of the asset related to the Cash-Generating Unit under analysis. The recoverable amount is very sensitive to the discount rate used for discounting cash flows, to the expected future inflows and to the growth rate used for extrapolating them.

The key assumptions used to calculate the recoverable amount of the Cash Generating Units, including their sensitivity analysis, are further detailed in Note 6.7, Note 10 and Note 11.

The discounted cash flow method and the calculation of the perpetual value use a standardised period in which all those assumptions that are considered reasonable and recurring in the future are included.

For the remaining CGUs with no goodwill assigned but including significant non-current assets, an impairment test is carried out only when there is evidence of impairment according to indicators detailed in Note 6.7.

Revenue recognition and the work-in-progress evaluation

The Group estimates the stage of completion of certain services to customers such as die design and tooling. The stage of completion is determined by the incurred costs with respect to the total expected costs, including certain assumptions regarding the total costs according to historic experience.

Pension benefits

The cost of the defined benefit plans and other post-employment benefits and the present value of the pension obligations are determined according to actuarial valuations. The actuarial valuations imply assumptions that may differ from the real future events. They include the discount rate, future salary increases, mortality rates and future pension increases. Since the valuation is complex and for the long-term, the calculation of the obligation for defined benefit plans is very sensitive to changes in those assumptions. All assumptions are revised at every closing date.

The most changing parameter is the discount rate. To calculate the proper discount rate the Management uses, as an essential reference, the interest rate of 10-year bonds and extrapolates them over the underlying curve corresponding to the expected maturity of the obligation for defined benefit plans, based on the bonds yield curves or swaps interest rate. In addition, the quality of the underlying bonds is reviewed. Those bonds with excessive credit spreads are excluded from the analysis as they are not considered to be of a high credit rating.

Mortality rate is based in public mortality tables from the specific country. These tables use to change only in intervals according to demographic changes. Future salary increases and future pension increases are based on future expected inflation rates for each country.

Taxes

Deferred tax assets are recognised for negative tax bases and other unused tax incentives to the extent that it is probable that taxable profit will be available against which they can be utilised. The deferred tax asset to be registered depends on important judgments by Management according to a reasonable period and the future tax profits.

The Group does not register deferred tax assets in the following cases: negative tax bases to be offset from subsidiaries keeping a loss history, which cannot be used to offset future tax profits from other group companies and when there are no taxable temporary differences in the company.

Review of useful lives

Useful life of tangible fixed assets is determined according to the expected use of the asset as well as the past experience of use and duration of similar assets.

With respect to the useful life of intangible assets that do not have a definite useful life, including capitalised expenses implementation, it has been calculated that, based on internal analyses, their useful life does not exceed 6 years and that their recovery is linear in accordance with the consumption pattern represented by the production of the operating plants.

Fair value of financial instruments

When the fair value of financial assets and financial liabilities recognised in the Interim Condensed Consolidated Balance Sheet is not obtained through quoted prices in active markets, it is determined using valuation techniques that include the discounted cash flow model. The required data are obtained from observable markets when possible and when not, some value judgments are made in order to establish reasonable values. Judgments refer to liquidity risk, credit risk and volatility. Changes in assumptions related to these factors may affect the reasonable value of financial instruments reported (Note 12 and Note 22.b.1).

Assessment of gain of control in subsidiaries

According to IFRS 10, currently in force, Group Management assesses the existence of control of significant companies with 50% shareholdings, such as Beyçelik Gestamp Kalip, A.S., Gestamp Automotive India Private Ltd, Edscha Pha, Ltd. and Tuyauto Gestamp Morocco.

Regarding Beyçelik Gestamp Kalip, A.S., Edscha Pha, Ltd. and Tuyauto Gestamp Morocco, non-controlling interests are third parties external to the Gestamp Automoción Group and over whom the shareholders of the Parent Company have no control.

Although in these companies the members of the board of directors are elected on the basis of the percentage of ownership, it is considered that control over the companies is exercised taking into account the following facts and circumstances regarding the relevant activities:

1. Car manufacturers require from their suppliers the capability to reach and maintain quality standards across a wide geographic presence in order to negotiate global supply.
2. Accordingly, the most important activities for a supplier in this sector are as follows:
 - a. Continuous investment in technological research and development to satisfy customer requirements.
 - b. Global negotiation for approval and homologation of every component comprising a product, as well as management of prices.
 - c. All activities aimed to achieve excellent quality of components.

The above activities are carried out directly by the Group since the shareholders owning the remaining shares do not have these capacities.

3. In this sense, these companies technologically depend on the Group. Research and Development activities are fully carried out by the Group and the technology is provided to the subsidiary according to the agreement signed with the shareholders. Accordingly, the aforementioned subsidiaries have right to use but no intellectual property. The design to apply the technology of hot stamping currently used by the subsidiary is exclusive property of the Group.
4. In order to prove this excellence, an OEM supplier needs to be accredited as a Tier 1 supplier (high quality supplier) by the car manufacturer. The subsidiaries could not obtain this certification if they did not belong to the Group.

In the particular case of Gestamp Automotive India Private Ltd, in addition to the above, the Group holds a majority on the Board, having appointed 4 members out of a total of 6 Board members. Regarding this company the non-controlling interests corresponding to the remaining 50% shareholding are Group related parties since it is to a company controlled by shareholders of the Parent Company.

Note 8. Changes in significant accounting policies and estimates and restatement of errors

Changes in accounting estimates

The effect of any change in accounting estimates is recorded under the same heading of the Interim Condensed Consolidated Income Statement in which the expense or revenue is recorded with the previous estimate.

Changes in significant accounting policies and restatement of errors

The effect of this type of changes in accounting policies and the correction of errors is recognised in those cases that are significant at Group level. The cumulative effect at the beginning of the year is adjusted under Retained Earnings and the effect for the year is recorded in the Interim Condensed Consolidated Income Statement for the year. In these cases, the figures for the previous year are modified to make them comparative, unless the rule governing the new accounting policy expressly allows the comparative figures for the previous year not to be restated.

Note 9. Segment reporting

According to IFRS 8 “Operating segments”, segment information below is based on internal reports regularly reviewed by the board of directors of the Group in order to allocate resources to each segment and assess their performance.

Operating segments identified by the board of directors of the Group are based on a geographical approach. The segments and countries included are as follows:

- ✓ Western Europe
 - Spain
 - Germany
 - United Kingdom
 - France
 - Portugal
 - Sweden
 - Luxembourg
 - Morocco

- ✓ Eastern Europe
 - Russia
 - Poland
 - Hungary
 - Czech Republic
 - Slovakia
 - Turkey
 - Romania
 - Bulgaria

- ✓ Mercosur
 - Brazil
 - Argentina

- ✓ North America
 - USA
 - Mexico

- ✓ Asia
 - China
 - South Korea
 - India
 - Thailand
 - Japan
 - Taiwan

Each segment includes the activity of Group companies located in countries belonging to the segment.

The Group's Management Committee managed the operating segments corresponding to continuing activities mainly according to the changes in the main financial indicators from each segment such as revenue, EBITDA, EBIT and investments in fixed assets. Financial income and expenses, as well as income tax, and the allocation of profit to non-controlling interests are analysed together at Group level since they are basically centrally managed.

Inside certain segments there are some countries meeting the definition of a significant segment; however, they are presented in the aggregate since the products and services generating ordinary income as well as productive processes are similar and additionally they show similar long-term financial performance and they belong to the same economic environment.

The information relating to the provisions and charges arising from the situation caused by COVID-19, i.e. the Transformation Plan, are not included in the Interim Condensed Consolidated Income Statement segment information provided in these Interim Condensed Consolidated Financial Statements.

Segment information for 2021 and 2020 is as follows:

ITEM	Thousands of euros					TOTAL
	WESTERN EUROPE	EASTERN EUROPE	MERCOSUR	NORTH AMERICA	ASIA	
30-06-2021						
NON-CURRENT ASSETS						
Goodwill	72,575	9,098	5,599	2,890	10	90,172
Other intangible assets	297,760	12,823	2,701	14,927	38,221	366,432
Property, plant and equipment	1,485,904	635,691	263,452	1,213,206	601,129	4,199,382
Non-current financial assets	70,504	89	1,703	3,419	10,029	85,744
Deferred tax assets	246,685	67,102	23,663	144,001	27,138	508,589
Total non-current assets	2,173,428	724,803	297,118	1,378,443	676,527	5,250,319
WORKING CAPITAL						
Inventories	113,205	51,099	36,173	133,943	81,339	415,759
Assets from contracts with customers	352,751	(31,442)	7,061	46,013	75,014	449,397
Trade and other receivables	201,380	137,577	71,502	180,814	246,448	837,721
Other current assets	16,560	46,063	7,064	37,072	11,366	118,125
Subtotal	683,896	203,297	121,800	397,842	414,167	1,821,002
Trade and other payables	(915,915)	(220,741)	(77,621)	(278,794)	(301,166)	(1,794,237)
Current provisions	(46,668)	(2,150)	-	(499)	(1,550)	(50,867)
Other current liabilities	(13,033)	(11,235)	(6)	(643)	(102)	(25,019)
Other current borrowed liabilities	(53,738)	3,697	(4,353)	(5,755)	(36,999)	(97,148)
Total working capital	(345,458)	(27,132)	39,820	112,151	74,350	(146,269)

Thousands of euros						
January - June 2021						
ITEM	WESTERN EUROPE	EASTERN EUROPE	MERCOSUR	NORTH AMERICA	ASIA	TOTAL
Revenue	1,809,953	639,901	221,247	889,799	514,575	4,075,475
EBITDA	192,636	104,936	23,991	105,013	71,570	498,146

Thousands of euros						
2020						
ITEM	WESTERN EUROPE	EASTERN EUROPE	MERCOSUR	NORTH AMERICA	ASIA	TOTAL
NON-CURRENT ASSETS						
Goodwill	72,916	10,267	5,632	2,890	10	91,715
Other intangible assets	296,359	13,481	3,033	16,171	39,109	368,153
Property, plant and equipment	1,502,862	631,797	264,633	1,247,184	587,652	4,234,128
Non-current financial assets	69,740	49	2,000	5,269	8,516	85,574
Deferred tax assets	224,852	47,096	23,022	168,081	24,732	487,783
Total non-current assets	2,166,729	702,690	298,320	1,439,595	660,019	5,267,353
WORKING CAPITAL						
Inventories	100,507	46,178	28,837	118,364	64,332	358,218
Assets from contracts with customers	396,865	(45,747)	6,354	39,121	72,649	469,242
Trade and other receivables	194,685	163,956	79,559	118,269	261,074	817,543
Other current assets	8,081	50,623	6,462	33,151	10,210	108,527
Subtotal	700,138	215,010	121,212	308,905	408,265	1,753,530
Trade and other payables	(830,447)	(243,875)	(76,064)	(254,140)	(332,835)	(1,737,361)
Current provisions	(30,231)	(1,682)	-	(581)	(2,052)	(34,546)
Other current liabilities	(11,091)	(12,418)	-	189	578	(22,742)
Other current borrowed liabilities	(119,763)	(24,496)	(12,408)	(26,142)	(36,181)	(218,990)
Total working capital	(291,394)	(67,461)	32,740	28,231	37,775	(260,109)

Thousands of euros						
January - June 2020						
ITEM	WESTERN EUROPE	EASTERN EUROPE	MERCOSUR	NORTH AMERICA	ASIA	TOTAL
Revenue	1,331,881	478,405	142,599	664,548	427,836	3,045,269
EBITDA	64,455	63,547	(7,133)	44,378	50,660	215,907

Recurring operating transactions between subsidiaries in different segments are not material.

The “EBITDA” heading of each segment includes the billing of costs of the Group's corporate services. Said billing was carried out on the basis of:

- The criteria for distribution of management costs as per global agreements signed by Group companies.
- The agreements for rendering specific services signed by certain Group companies.

The additions of Other intangible assets (Note 10.b)) by segments are as follows:

Thousands of euros		
Segment	30-06-2021	31-12-2020
Western Europe	33,058	61,441
Eastern Europe	776	1,990
Mercosur	183	859
North America	1,200	3,667
Asia	2,014	8,968
Total	37,231	76,925

The additions of Property, plant and equipment (Note 11) by segments are as follows:

Segment	Thousands of euros	
	30-06-2021	31-12-2020
Western Europe	75,488	184,461
Eastern Europe	32,151	42,747
Mercosur	6,930	32,188
North America	35,369	105,940
Asia	31,421	118,147
Total	181,359	483,483

Additions of PP&E at 30 June 2021 include additions due to the application of IFRS 16 amounting to 6,770 thousand euros (66,579 thousand euros at 31 December 2020).

The three customers representing the highest contribution to sales (including the companies in their respective groups) accounted for 48.8% of total revenue for the first six months of 2021 (47.5% of revenue in 2020), and each of them represents more than 9.0% of said revenue (over 9.0% in 2020).

Note 10. Intangible assets

a) Consolidation goodwill

The movement in this heading in 2021 and 2020 is as follows:

Segment / CGU	Thousands of euros		
	Balance at 31-12-2020	Translation differences	Balance at 30-06-2021
Western Europe			
Gestamp HardTech AB	38,076	(342)	37,734
Gestamp Metalbages S.A.	15,622		15,622
Gestamp Aveiro, S.A.	7,395		7,395
Gestamp Levante, S.A.	6,944		6,944
Griwe Subgroup	6,466		6,466
Adral, matriceria y puesta a punto S.L.	857		857
Reparaciones Industriales Zaldibar, S.L.	444		444
Eastern Europe			
Beyçelik Gestamp Kalip, A.S.	7,894	(989)	6,905
Gestamp Severstal Vsevolozhsk, LLC	83	1	84
Çelik Form Gestamp Otomotive, A.S.	1,371	(172)	1,199
Gestamp Beyçelik Romania, S.R.L. (formerly MPO Providers Rez, S.R.L.)	920	(8)	912
Mercosur			
Gestamp Brasil Industria de Autopeças, S.A.	5,633	(33)	5,600
Asia			
Gestamp Services India Private, Ltd.	10		10
Total	91,715	(1,543)	90,172

Segment / CGU	Thousands of euros		
	Balance at 31-12-2019	Translation differences	Balance at 31-12-2020
Western Europe			
Gestamp HardTech AB	36,434	1,642	38,076
Gestamp Metalbages S.A.	15,622		15,622
Gestamp Aveiro, S.A.	7,395		7,395
Gestamp Levante, S.A.	6,944		6,944
Griwe Subgroup	6,466		6,466
Adral, matricería y puesta a punto S.L.	857		857
Reparaciones Industriales Zaldibar, S.L.	444		444
Eastern Europe			
Beyçelik Gestamp Kalip, A.S.	10,731	(2,837)	7,894
Gestamp Severstal Vsevolozhsk, Llc	108	(25)	83
Çelik Form Gestamp Otomotive, A.S.	1,864	(493)	1,371
Gestamp Beyçelik Romania, S.R.L. (formerly MPO Providers Rez, S.R.L.)	935	(15)	920
Mercosur			
Gestamp Brasil Industria de Autopeças, S.A.	7,920	(2,287)	5,633
Asia			
Gestamp Services India Private, Ltd.	11	(1)	10
Total	95,731	(4,016)	91,715

Translation differences in 2021 and 2020 correspond to the adjustments to the goodwill of companies whose functional currency is different from the Euro, translated at the exchange rate prevailing at Interim Condensed Consolidated Balance Sheet date, according to IAS 21 (Note 6.3).

Impairment test of Goodwill

The Group has implemented annual procedures to test goodwill for impairment. This assessment is carried out for each of the CGUs or groups of CGUs to which goodwill has been allocated.

A CGU is the smallest identifiable group of assets that generates cash flows that are largely independent of the cash inflows from other assets or groups of assets.

The recoverable value of the CGUs at 30 June 2021 and 31 December 2020, was determined by taking the higher of fair value less the costs necessary to sell the CGU or by calculating the value in use, using cash flow projections for a period of five years, based on the future performance of the businesses.

The assumptions used at 31 December 2020 have been updated with the latest available information. Except for changes in WACC rates and the updating of certain variables, which do not have a significant impact, the hypotheses considered in the calculation on the discounting of cash flows mentioned are the hypotheses used at 31 December 2020.

In accordance with the estimates and projections available to the Group, it is concluded that the recoverable amount is higher than the carrying amount of all CGUs, enabling the Group to recover the value of the consolidated goodwill recognised at 30 June 2021.

b) Other intangible assets

The breakdown and movements of the different categories of Other intangible assets are:

	Thousands of euros						Balance at 30-06-2021
	Balance at 31-12-2020	Additions	Disposals	Translation differences	Hyperinflation adjustment	Other movements	
Cost							
Development costs	577,557	25,866	(5,756)	1,074		(633)	598,108
Concessions	19,180		(277)	497			19,400
Patents, licences and trademarks	39,378	209		(7)			39,580
Goodwill	1,056			(1)		(109)	946
Transfer rights	2,484	31		69			2,584
Software	217,803	8,982	(503)	473	(13)	3,256	229,998
Prepayments	9,168	2,143	(122)	51		(5,491)	5,749
Total cost	866,626	37,231	(6,658)	2,156	(13)	(2,977)	896,365
Amortisation and impairment							
Development costs	(333,703)	(29,664)	5,136	(619)		3,517	(355,333)
Concessions	(4,438)	(340)	277	(112)		469	(4,144)
Goodwill	-						
Patents, licences and trademarks	(5,834)	(357)		5			(6,186)
Transfer rights	(212)	(49)		(8)		7	(262)
Software	(151,335)	(9,428)	477	(275)		(841)	(161,402)
Accumulated amortisation	(495,522)	(39,838)	5,890	(1,009)	-	3,152	(527,327)
Impairment of intangible assets	(2,951)	(111)	39	(8)		425	(2,606)
Net value	368,153	(2,718)	(729)	1,139	(13)	600	366,432

Additions to development expenses mainly correspond to development and design costs of portfolio projects, as well as the application of new technologies and the introduction of new materials related to the business.

The net value of Other movements mainly reflects reclassifications between PP&E and intangible assets.

	Thousands of euros						Balance at 31-12-2020
	Balance at 31-12-2019	Additions	Disposals	Translation differences	Hyperinflation adjustment	Other movements	
Cost							
Development costs	529,497	58,849	(3,488)	(5,074)		(2,227)	577,557
Concessions	22,589			(719)		(2,690)	19,180
Patents, licences and trademarks	40,712	190	(1,650)	126			39,378
Goodwill	1,437			(469)		88	1,056
Transfer rights	61	53		(1)		2,371	2,484
Software	211,139	11,832	(4,484)	(8,523)	(45)	7,884	217,803
Prepayments	12,703	6,001	(653)	(491)		(8,392)	9,168
Total cost	818,138	76,925	(10,275)	(15,151)	(45)	(2,966)	866,626
Amortisation and impairment							
Development costs	(278,179)	(59,742)	939	3,021		258	(333,703)
Concessions	(3,827)	(421)		87		(277)	(4,438)
Goodwill	-						
Patents, licences and trademarks	(6,580)	(789)	1,650	(115)			(5,834)
Transfer rights	(8)	(105)		22		(121)	(212)
Software	(142,859)	(19,211)	4,024	5,959		752	(151,335)
Accumulated amortisation	(431,453)	(80,268)	6,613	8,974	-	612	(495,522)
Impairment of intangible assets	(2,598)	(319)	9	6		(49)	(2,951)
Net value	384,087	(3,662)	(3,653)	(6,171)	(45)	(2,403)	368,153

Additions to development expenses mainly correspond to development and design costs of portfolio projects, as well as the application of new technologies and the introduction of new materials related to the business.

The net value of Other movements mainly reflects reclassifications between PP&E and intangible assets.

The most significant investments by segment are shown in Note 9.

Development expenses corresponding to projects not fulfilling requirements to be capitalised were recognised under the heading Other operating expenses in the Interim Condensed Consolidated Income Statement, in the amount of 641 thousand euros and 395 thousand euros at 30 June 2021 and 30 June 2020, respectively.

Impairment test on assets with indefinite useful lives

Assets with indefinite useful life are yearly tested by the royalty relief method to identify impairment. It is concluded that their recoverable value is far higher than their net carrying amount.

Note 11. Property, plant and equipment

The breakdown and changes in the items comprising Property, plant and equipment are as follows:

	Thousands of euros						Balance at 30-06-2021
	Balance at 31-12-2020	Additions	Disposals	Translation differences	Hyperinflation adjustment	Other movements	
Cost							
Land and buildings	1,948,708	7,706	(1,711)	13,516		7,341	1,975,560
Plant and other PP&E	6,324,948	18,719	(63,620)	27,258	3,032	85,130	6,395,467
PP&E under construction and prepayments	366,846	154,934	(197)	2,067		(95,434)	428,216
Total cost	8,640,502	181,359	(65,528)	42,841	3,032	(2,963)	8,799,243
Amortisation and impairment							
Land and buildings	(576,304)	(33,588)	1,822	(3,108)		1,853	(609,325)
Plant and other PP&E	(3,830,070)	(216,432)	60,325	(15,278)		10,919	(3,990,536)
Accumulated amortisation and impairment	(4,406,374)	(250,020)	62,147	(18,386)	-	12,772	(4,599,861)
Net value	4,234,128	(68,661)	(3,381)	24,455	3,032	9,809	4,199,382

The cost value of Property, plant and equipment additions at 30 June 2021 mainly corresponds to investments in plants and production lines, to increase the Group's production capacity, as well as to capital expenditure to maintain existing activities, basically corresponding to companies located in the USA, Germany, China, the United Kingdom, Spain, Turkey, France, the Czech Republic, Mexico, Brazil, India, Slovakia, Rumania, Morocco and Hungary.

The inflation adjustment corresponds to the restatement of the value of non-current assets in Argentina, under NIC 29 (Note 4.5).

The net value of the Other Movements column includes mainly reclassifications between intangible assets and PP&E, as well as certain cases related to the application of IFRS 16, which are explained below.

	Thousands of euros						Balance at 31-12-2020
	Balance at 31-12-2019	Additions	Disposals	Translation differences	Hyperinflation adjustment	Other movements	
Cost							
Land and buildings	1,941,598	56,536	(9,256)	(102,437)		62,267	1,948,708
Plant and other PP&E	6,374,170	108,486	(147,534)	(334,744)	(5,467)	330,037	6,324,948
PP&E under construction and prepayments	479,135	318,461	(8,804)	(43,906)		(378,040)	366,846
Total cost	8,794,903	483,483	(165,594)	(481,087)	(5,467)	14,264	8,640,502
Amortisation and impairment							
Land and buildings	(528,733)	(70,987)	5,404	25,479		(7,467)	(576,304)
Plant and other PP&E	(3,686,377)	(455,096)	129,361	167,220		14,822	(3,830,070)
Accumulated amortisation and impairment	(4,215,110)	(526,083)	134,765	192,699	-	7,355	(4,406,374)
Net value	4,579,793	(42,600)	(30,829)	(288,388)	(5,467)	21,619	4,234,128

The cost value of the Property, plant and equipment additions at 31 December 2020 mainly corresponded to investments in plants and production lines to increase the Group's production capacity, as well as to capital expenditure to maintain existing activities, basically corresponding to

companies located in China, the USA, Spain, Germany, Mexico, Brazil, France, the United Kingdom, India, Poland, Turkey, Morocco, Portugal, Bulgaria and the Czech Republic.

The inflation adjustment corresponds to the restatement of the value of non-current assets in Argentina, under NIC 29 (Note 4.5).

The net value of the Other Movements column includes mainly reclassifications between intangible assets and PP&E, as well as certain cases related to the application of IFRS 16, which are explained below.

In addition, the Group has reviewed a larger number of CGUs with signs of impairment and made an additional provision of 13 million euros to accumulated depreciation.

The changes in PP&E in 2021 include the effect of the application of IFRS 16, broken down as follows:

	Thousands of euros					
	Balance at 31-12-2020	Additions	Disposals	Translation differences	Other movements	Balance at 30-06-2021
Cost						
Right of use Land and buildings	345,715	6,770	(1,670)	8,494	(74)	359,235
Right of use Plant and other PP&E	214,462	-	(17,829)	5,095	-	201,728
Total cost	560,177	6,770	(19,499)	13,589	(74)	560,963
Amortisation and impairment						
Right of use Land and buildings	(76,207)	(16,803)	1,670	(1,627)	1,859	(91,108)
Right of use Plant and other PP&E	(75,872)	(20,033)	17,829	(2,081)	924	(79,233)
Accumulated amortisation and impairment	(152,079)	(36,836)	19,499	(3,708)	2,783	(170,341)
Net value	408,098	(30,066)	-	9,881	2,709	390,622

The net balance of the Other movements column mainly reflects amendments to the terms of the agreements affected by this standard and agreements provided to the Group companies in 2021.

The changes in PP&E in 2020 include the effect of the application of IFRS 16, broken down as follows:

	Thousands of euros					
	Balance at 31-12-2019	Additions	Disposals	Translation differences	Other movements	Balance at 31-12-2020
Cost						
Right of use Land and buildings	260,124	47,055	(1,644)	(15,439)	55,619	345,715
Right of use Plant and other PP&E	212,524	19,524	(5,901)	(13,696)	2,011	214,462
Total cost	472,648	66,579	(7,545)	(29,135)	57,630	560,177
Amortisation and impairment						
Right of use Land and buildings	(42,588)	(31,602)	1,644	3,840	(7,501)	(76,207)
Right of use Plant and other PP&E	(44,221)	(43,333)	5,901	4,358	1,423	(75,872)
Accumulated amortisation and impairment	(86,809)	(74,935)	7,545	8,198	(6,078)	(152,079)
Net value	385,839	(8,356)	-	(20,937)	51,552	408,098

The net balance of the Other movements column mainly includes asset sales and, simultaneously, the operating leases thereon, together with the changes in the terms of the contracts under this standard and contracts that were made available to the Group companies in 2020.

The effect of the asset revaluation that was carried out in 2007 as a result of the IFRS transition, is as follows:

	Thousands of euros	
	30-06-2021	31-12-2020
Initial cost	266,567	266,567
Fair value	509,428	509,428
Revaluation	242,861	242,861
Accumulated amortisation	(59,211)	(57,159)
Deferred tax liabilities	(46,211)	(46,756)
Total	137,439	138,946
Non-controlling interests	(24,030)	(24,151)
Reserves (Note 17.3.b))	(114,795)	(117,568)
Profit for the year	1,386	2,773
Total	(137,439)	(138,946)

The rights of use corresponding to leases previously classified as finance leases at 30 June 2021 and 31 December 2020 are as follows:

Segment	Cost of the asset (thousands of euros)	Lease term	30-06-2021			
			Installments paid	Thousands of euros		Purchase option value
				Present value of lease obligations (Note 22.c.1))		
				Short term	Long term	
Eastern Europe						
Machinery	7,615	2 years	4,409	1,139	3,018	-
Machinery	5,919	3 years	2,210	1,007	3,053	-
Machinery	156	4 years	135	32	33	-
Machinery	6,101	5 years	3,251	1,075	3,624	-
Machinery	4,245	6 years	1,855	615	2,092	-
Machinery	24,608	7 years	12,967	3,728	8,714	-
Transportation equipment	59	4 years	31	20	85	-
North America						
Machinery	20,445	20 years	10,685	1,006	13,967	-
Western Europe						
Machinery	43	2 years	14	29	-	-
Machinery	2,253	6 years	753	215	1,341	-
Machinery	6,886	7 years	2,538	1,032	4,113	-
Total	78,330			9,898	40,040	

Segment	Cost of the asset (thousands of euros)	Lease term	31-12-2020			
			Installments paid	Thousands of euros		Purchase option value
				Present value of lease obligations (Note 22.c.1))		
				Short term	Long term	
Eastern Europe						
Machinery	7,463	2 years	2,699	1,135	3,177	-
Machinery	6,816	3 years	2,528	959	3,274	-
Machinery	272	4 years	290	50	28	-
Machinery	6,129	5 years	1,394	1,265	2,727	-
Machinery	4,049	6 years	997	623	2,337	-
Machinery	25,244	7 years	11,022	3,715	9,941	-
Transportation equipment	48	2 years	31	6	13	-
North America						
Machinery	20,450	20 years	9,902	1,080	14,432	-
Western Europe						
Machinery	43	2 years	14	29	-	-
Machinery	2,253	6 years	163	367	1,341	-
Machinery	6,886	7 years	1,974	1,414	4,080	-
Total	79,653			10,643	41,350	

The figures in the table above are affected by the application of different exchange rates in the conversion process of the financial statements of the subsidiaries. These subsidiaries have functional currencies different from the presentation currency.

Impairment test of Property, Plant and Equipment

At 31 December 2020, impairment tests were calculated recoverable value and are carried out for those CGU's whose signs of deterioration was found according to indicators mentioned in Note 6.7. Certain of the Group's CGUs showed signs of impairment as in the previous year, for which an impairment test had been carried out by calculating their recoverable value. At 30 June 2021 no new indications of impairment have been identified.

The CGUs' recoverable value has been determined by choosing the higher of the fair value less necessary costs to sell the CGU, and the calculation of value in use, using cash flow projections covering a five-year period and based on future business performance.

In the case of the CGUs that had been tested for impairment in the previous year, these test variables were updated with the latest information available. Except for changes in WACC rates and the revision of certain variables, which do not have a significant impact, the hypotheses considered in the calculation on the discounting of cash flows mentioned are the hypotheses used at 31 December 2020.

According to the Group's estimates and projections, it can be concluded that the recoverable value is higher than the carrying amount for all the CGUs, enabling the Group to recover the value of the consolidated assets of each CGU recognised at 30 June 2021.

Pledged property, plant and equipment to secure bank loans with in rem guarantees and others

At 30 June 2021, no items of property, plant, and equipment had been set aside to secure bank loans. At 31 December 2020, Edscha PHA Ltd had property, plant and equipment set aside to secure bank loans, amounting to 3,001 thousand euros (Note 22.a.1). The carrying amount of these items at 31 December 2020 was 5,344 thousand euros.

Note 12. Financial assets

The details of the Group's financial investments at 30 June 2021 and 31 December 2020, by type and maturity, in thousands of euros, were as follows:

	Thousands of euros									
	Investments accounted for using the equity method		Loans granted		Derivative financial instruments		Current securities portfolio		Other financial assets	
	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020
Non-current financial assets	15,608	15,022	57,836	57,760	2,654	1,171	-	-	9,646	11,621
Investments accounted for using the equity method	15,608	15,022	-	-	-	-	-	-	-	-
Held-to-maturity investments	-	-	-	-	-	-	-	-	461	461
Loans and receivables	-	-	57,836	57,760	-	-	-	-	9,185	11,160
Derivative financial instruments (Note 22.b.1))	-	-	-	-	2,654	1,171	-	-	-	-
Current financial assets	-	-	359	797	-	-	5,894	4,192	30,009	26,373
Held-to-maturity investments	-	-	-	-	-	-	5,894	4,192	-	-
Loans and receivables	-	-	359	797	-	-	-	-	30,009	26,373
Total financial assets	15,608	15,022	58,195	58,557	2,654	1,171	5,894	4,192	39,655	37,994

a) Non-current financial assets

The movement of non-current financial assets in 2021 and 2020 are the following:

	Thousands of euros			
	Investments accounted for using the equity method	Loans granted	Derivative financial instruments	Other financial assets
Balance at December 31, 2019	14,131	32,848	12,238	12,095
Changes in scope of consolidation				
Additions		3,684		3,281
Disposals		(871)		(3,067)
Change in valuation of derivatives			(11,067)	
Transfers		21,400		
Other movements		972		277
Profit for the year	1,066			
Translation differences	(175)	(273)		(965)
Balance at December 31, 2020	15,022	57,760	1,171	11,621
Additions		311		310
Disposals		(427)		(2,330)
Change in valuation of derivatives			1,483	
Transfers		(754)		
Other movements		967		
Profit for the year	503			
Translation differences	83	(21)		45
Balance at June 30, 2021	15,608	57,836	2,654	9,646

a.1) Investments accounted for using the equity method

Profit for 2021 and 2020, amounting to 503 thousand euros and 1,066 thousand euros, respectively, relate to the application of the Group's percentage of ownership interest to the results obtained by each company.

In 2020, the associate Industrias Tammer, S.A. reduced its share capital by fully redeeming the shares of some of its shareholders. As a result of this reduction in share capital, the percentage of ownership of the shareholders was changed to Gestamp Esmar, S.A. (company which holds the shareholding in Industrias Tamer, S.A.) from 30% to 43%.

No dividends have been received from companies accounted for using the equity method in 2021 and 2020.

The summarised financial information on the Group's investment in these associates in 2021 and 2020 is as follows:

Condensed balance sheet:

	30-06-2021				
	Global Laser Araba	Gestamp Auto Components Sales (Tianjin) Co., Ltd.	GGM and subsidiaries	Etem Gestamp Aluminium Extrusions, S.A.	Industrias Tamer, S.A.
Total non-current assets	7,837	314	44,367	40,308	1,374
Total current assets	4,065	78,425	133,053	25,194	1,487
Total non-current liabilities	(3,594)	-	(35,930)	(4,504)	(274)
Total current liabilities	(4,495)	(71,708)	(149,837)	(39,629)	(1,313)
Equity	(3,813)	(6,983)	8,004	(21,369)	(1,274)
Translation differences	-	(48)	343	-	-
Percentage of shareholding	30%	49%	30%	49%	43%
Carrying amount of investment	1,144	3,445	-	10,471	548

	31-12-2020				
	Global Laser Araba	Gestamp Auto Components Sales (Tianjin) Co., Ltd.	GGM and subsidiaries	Etem Gestamp Aliminium Extrusions, S.A.	Industrias Tamer, S.A.
Total non-current assets	8,465	308	46,158	39,776	1,374
Total current assets	3,945	66,534	124,116	17,185	787
Total non-current liabilities	(5,026)	-	(38,538)	(4,586)	(529)
Total current liabilities	(3,884)	(60,754)	(138,498)	(30,922)	(523)
Equity	(3,500)	(6,210)	6,361	(21,453)	(1,109)
Translation differences	-	122	401	-	-
Percentage of shareholding	30%	49%	30%	49%	43%
Carrying amount of investment	1,050	2,983	-	10,512	477

Condensed income statement:

	30-06-2021				
	Global Laser Araba	Gestamp Auto Components Sales (Tianjin) Co., Ltd.	GGM and subsidiaries	Etem Gestamp Aliminium Extrusions, S.A.	Industrias Tamer, S.A.
Operating income	3,043	133,653	11,864	32,217	1,371
Operating expense	(2,581)	(132,642)	(13,397)	(32,346)	(1,197)
OPERATING PROFIT/LOSS	462	1,011	(1,533)	(129)	174
Finance profit/loss	(58)	17	(249)	-	(7)
Exchange gains (losses)	-	-	497	-	-
Impairment and other gains/losses	-	-	-	-	-
PROFIT/LOSS BEFORE TAX	404	1,028	(1,285)	(129)	167
Income tax expense	-	(257)	(19)	-	-
Restatement of prior years' profit/loss	(90)	-	1,304	45	-
PROFIT/LOSS FOR THE YEAR	314	771	-	(84)	167
Percentage of shareholding	30%	49%	30%	49%	43%
Participation of the Group in profit/loss for the year	94	378	-	(41)	72

	30-06-2020				
	Global Laser Araba	Gestamp Auto Components Sales (Tianjin) Co., Ltd.	GGM and subsidiaries	Etem Gestamp Aliminium Extrusions, S.A.	Industrias Tamer, S.A.
Operating income	2,189	105,616	23,882	25,131	1,051
Operating expense	(2,399)	(104,421)	(24,329)	(25,395)	(742)
OPERATING PROFIT/LOSS	(210)	1,195	(447)	(264)	309
Finance profit/loss	(84)	10	(447)	(270)	(6)
Exchange gains (losses)	-	-	(1,500)	-	-
Impairment and other gains/losses	-	-	-	-	(1)
PROFIT/LOSS BEFORE TAX	(294)	1,205	(2,394)	(534)	302
Income tax expense	-	(301)	-	-	-
Restatement of prior years' profit/loss	(243)	(63)	2,698	95	321
PROFIT/LOSS FOR THE YEAR	(537)	841	304	(439)	623
Percentage of shareholding	30%	49%	30%	49%	43%
Participation of the Group in profit/loss for the year	(161)	412	91	(215)	268

a.2) Loans granted

The Loans Granted heading mainly includes:

- Loans granted to Group employees for the purchase from Acek Desarrollo y Gestión Industrial, S.L. of Parent Company shares in 2016, amounting to 34,596 thousand euros at 30 June 2021 (34,384 thousand euros at 31 December 2020). A pledge on the Parent Company shares acquired was generated as a guarantee for these loans. The main economic conditions of these loans is that they earn interest in line with the legal interest rate of money for each calendar year and have a six-year duration from the date on which they are signed, being set to mature in the third quarter of 2022.

- Loan granted by the Parent Company to Gestión Global de Matricería, S.L. amounting to 21,400 thousand euros at 30 June 2021 (Note 30) (21,400 thousand euros at 31 December 2020), maturing in December 2023.
- Balance that the companies Gestamp Sorocaba Industria de Autopeças. Ltda. and Edscha do Brasil Ltda. hold with the Brazilian public authorities, amounting to 842 thousand and 76 thousand euros, respectively (875 thousand and 166 thousand euros at 31 December 2020, respectively).

Transfers related to current transfers of part of the loans granted to Group employees to purchase Parent Company shares acquired from Acek Desarrollo y Gestión Industrial S.L. in 2016, in the amount of 754 thousand euros.

The amount recorded under Other movements totalling 966 thousand euros relates mainly to the capitalisation of interest on the long-term loan that the Parent Company has with its employees.

The most significant additions in 2020 mainly related to an increase in the loans initially granted in 2016 to Group employees for the purchase from Acek Desarrollo y Gestión Industrial, S.L. of Parent Company shares in the amount of 2,280 thousand euros. As well as an increase in the balance that Gestamp Sorocaba Industria de Autopeças. Ltda holds with the Brazilian public authorities amounting to 1,183 thousand euros.

The amount recognised in the Transfers column corresponds to the transfer of the loan granted by the Parent Company to Gestión Global de Matricería, S.L. from the heading Short-term loans granted (Note 12.b.1)), for 21,400 thousand euros, given that in 2020 the maturity of this loan was modified, setting it at December 2023.

The amount recorded under Other movements totalling 963 thousand euros related mainly to the capitalisation of interest on the long-term loan that the Parent Company has with its employees.

a.3) Derivative financial instruments

The change in measurement at 30 June 2021 and 31 December 2020 corresponded to the change in the present value of implicit derivatives, mainly due to the decrease in the notional hedged, as well as to the fluctuations in the exchange rates applicable to sales and purchase prices in certain customer and supplier contracts (Note 22.b.1)).

a.4) Other financial investments

The amount recognised under Other financial investments at 30 June 2021 includes mainly guarantees and deposits, amounting to 9,491 thousand euros (11,440 thousand euros at 31 December 2020).

The most significant disposals at 30 June 2021 mainly corresponded to the refund of deposits to secure leases, amounting to 1,619 thousand euros.

The most significant additions at 31 December 2020 corresponded mainly to the arrangement of deposits to secure leases, amounting to 2,985 thousand euros.

The most significant recognitions at 31 December 2020 mainly corresponded to the refund of deposits as guarantee for leases, amounting to 2,371 thousand euros.

b) Current financial assets

The movement of non-current financial assets in 2021 and 2020 are the following:

	Thousands of euros		
	Loans granted	Current securities portfolio	Other financial assets
Balance at December 31, 2019	22,212	22,250	44,079
Additions	501	1,516	5,239
Disposals	(497)	(20,739)	(17,816)
Transfers	(21,400)		
Other movements		4	93
Translation differences	(19)	1,161	(5,222)
Balance at December 31, 2020	797	4,192	26,373
Additions	143	4,177	12,079
Disposals	(581)	(2,415)	(8,611)
Other movements		(68)	
Translation differences		8	168
Balance at June 30, 2021	359	5,894	30,009

b.1) Loans granted

The balance recorded under the heading Loans granted at 31 December 2019 related mainly to the loan granted by the Parent Company to Gestión Global de Matricería, S.L. for 21,400 thousand euros (Note 30). In 2020, the maturity of this loan was modified, setting it at December 2023. Hence, it was transferred to the Non-current loans granted heading (Note 12.a.2)).

b.2) Current securities portfolio

The amount recorded under the Current securities portfolio at 30 June 2021 and 31 December 2020 corresponded mainly to:

- Short-term deposits arranged by the company Gestamp Automotive Chennai Private, Ltd for a total of 4.128 thousand euros (174 at 31 December 2020) and provided an average return of 2.4%.
- Short-term deposits arranged by Edscha do Brasil Ltda., amounting to 1,528 thousand euros (1,525 thousand euros at 31 December 2020), providing an average return of 2.75%.
- Short-term deposits arranged by Gestamp Sorocaba Industria de Autopeças Ltda., amounting to 227 thousand euros (1,083 thousand euros at 31 December 2020), providing an average return of 2.75%.

The most significant additions at 30 June 2021 related mainly to short-term deposits arranged by Gestamp Automotive Chennai Private, Ltd. for a total of 4,121 thousand euros, which yielded an average return of 2.4%.

The most significant disposals at 30 June 2021 related mainly to the maturity of short-term deposits arranged by Gestamp Pune Automotive Pvt, Ltd.

The most significant Disposals at 31 December 2020 corresponded to the maturity of short-term deposits contracted by the companies Gestamp Pune Automotive Pvt, Ltd., Gestamp Automotive Chennai Private, Ltd. and Gestamp Sorocaba Industria de Autopeças Ltda.

b.3) Other current financial investments

The balance of Other financial investments at 30 June 2021 mainly includes bank deposits amounting to 28,820 thousand euros (25,387 thousand euros at 31 December 2020), and guarantees and deposits for 1.179 thousand euros (975 thousand euros at 31 December 2020).

Additions at 30 June 2021 related mainly to bank deposits of Gestamp Automotive India Private, Ltd, Gestamp Baires, S.A. and Gestamp Córdoba, S.A., totalling 11,769 thousand euros.

The most significant Disposals at 30 June 2021 relate mainly to the cancellation of bank deposits of Gestamp Córdoba, S.A., Gestamp Baires, S.A., Gestamp Automotive India Private, Ltd and Gestamp Severstal Vsevolozhsk LLC totalling 8,595 thousand euros.

The Additions recognised at 31 December 2020 related mainly to bank deposits from Gestamp Cordoba, S.A. amounting to 1,264 thousand euros, Gestamp Togliatti, Llc amounting to 2,260 thousand euros and Gestamp Severstal Vsevolozhsk, Llc. amounting to 1,543 thousand euros.

The most significant Disposals at 31 December 2020 related mainly to the cancellation of bank deposits of Gestamp Baires, S.A., Gestamp Automotive India Private, Ltd and Gestamp Autocomponents Chongqing totalling 17,367 thousand euros.

Note 13. Inventories

The breakdown of this item in the Interim Condensed Consolidated Balance Sheet at 30 June 2021 and 31 December 2020 is as follows:

	Thousands of euros	
	30-06-2021	31-12-2020
Commercial inventories	13,711	14,319
Raw materials	172,171	151,164
Parts and assemblies	73,234	65,707
Spare parts	109,244	100,960
Packaging materials	2,319	2,083
Total cost of raw materials and other supplies (*)	370,679	334,233
By-products, waste and recovered materials	261	146
Prepayments to suppliers	69,927	48,278
Total cost of inventories	440,867	382,657
Impairment of raw materials (*)	(15,483)	(14,276)
Impairment of other supplies (*)	(9,625)	(10,163)
Total impairment	(25,108)	(24,439)
Total inventories	415,759	358,218

(*) The variation in raw materials and other supplies is recorded under Cost of materials used in the Interim Condensed Consolidated Income Statement and is detailed below:

	Thousands of euros				
	Balance at 31-12-2020	Change in inventories			Total
Impairment		Reversal of impairment	Changes in inventories		
Raw materials and other supplies	334,233			36,446	370,679
Impairment of raw materials and other supplies	(24,439)	(3,078)	2,409	(669)	(25,108)
Consumption (Note 25.a)	309,794	(3,078)	2,409	36,446	345,571

There are no restrictions on the availability of inventories at 30 June 2021 and 31 December 2020.

Note 14. Assets from contracts with customers

The details of this item in the Interim Condensed Consolidated Balance Sheet at 30 June 2021 and 31 December 2020 is as follows:

	Thousands of euros	
	30-06-2021	31-12-2020
Work in progress	119,314	100,829
Semi-finished products	110,462	93,170
Finished products	150,102	130,127
Trade receivables, tooling	69,519	145,116
Total	449,397	469,242

Trade receivables, tolling correspond to the income recognised pending invoicing. There are no prepayments exceeding the work-in-progress evaluation by customer. The amount of the construction certificates for tools in progress, which were recognised by reducing the balance of the Trade receivables, tolling heading at 30 June 2021 amounted to 941 million euros. Likewise, this item amounted to 890 million euros at 31 December 2020.

Note 15. Trade and other receivables/Other current assets and liabilities/Cash and cash equivalents

a) Trade receivables for sales and services

	Thousands of euros	
	30-06-2021	31-12-2020
Trade receivables	361,492	395,962
Trade bills receivables	8,357	8,074
Trade receivables by work-in-progress, machinery	62,284	60,722
Trade receivables, doubtful collection	988	386
Impairment of trade receivables	(4,598)	(4,976)
Trade receivables, related parties (Note 30)	154,062	100,193
Total	582,585	560,361

As indicated in Note 1, Group sales, as well as trade receivable balances, are concentrated across a limited number of customers due to the nature of the automotive industry. In general, trade receivable balances have high credit quality.

The movements in Impairment provisions at 30 June 2021 related to a charge of 342 thousand euros (3,140 thousand euros at 31 December 2020) (Note 25.c) and to bad debts and translation differences.

The amount of the collection rights not yet due assigned by the Group under the factoring without recourse agreements arranged with Spanish, German, Portuguese, French, UK, US, Brazilian, Mexican, Hungarian, Polish, Czech Republican, Romanian and Swedish banks that were derecognised from the Interim Condensed Consolidated Balance Sheet, amounted to 562,140 thousand euros and to 633,729 thousand euros at 30 June 2021 and 31 December 2020, respectively.

The expense recognised at 30 June 2021 for the assignment of the receivables under the non-recourse factoring contracts amounted to 2,498 thousand euros (3,366 thousand euros at 30 June 2020) (Note 26.b)).

b) Other receivables

	Thousands of euros	
	30-06-2021	31-12-2020
Debtors	17,211	12,781
Debtors, related parties (Note 30)	74	75
Remuneration prepayments	7,960	3,213
Short-term loans to staff	834	72
Total	26,079	16,141

c) Current tax assets

The balance of this heading amounted to 15,716 thousand euros at 30 June 2021 (23,275 thousand euros at 31 December 2020) and includes the collection rights of the Parent Company and the Group companies for the refund of corporate income tax.

d) Receivables from public authorities

	Thousands of euros	
	30-06-2021	31-12-2020
Sundry receivables from tax authorities	204,717	215,960
VAT refund	101,793	94,504
Subsidies granted	9,182	12,745
Income tax refund	4,962	21,433
Other	88,780	87,278
Receivables from Social Security	2,566	1,806
Withholdings and installment payments on income tax	6,058	-
Total	213,341	217,766

In previous years, Gestamp Brasil Industrias de Autopeças, S.A. filed several lawsuits claiming the right to exclude State Tax on Goods And Services (ICMS) from the calculation base of the contributions to PIS (Programa de Integração Social) and COFINS (Contribuição para Financiamento da Seguridade Social).

At 30 June 2021, as a result of final judgments, the Parent Company had recognised 9,656 thousand euros (10,202 thousand euros at 31 December 2020) in this regard, together with the related late-payment interest, under Other in relation to various items receivable from the tax authorities.

e) Other current assets and liabilities

At 30 June 2021, the net amount of current assets and current liabilities was 93,106 thousand euros (85,785 thousand euros at 31 December 2020).

The breakdown was as follows:

	Thousands of euros	
	30-06-2021	31-12-2020
Operating expenses	44,442	32,108
Commercial agreements	43,104	50,636
Exchange rate derivative (Note 22.b.1))	251	416
Others	5,309	2,625
Total	93,106	85,785

f) Cash and cash equivalents

	Thousands of euros	
	30-06-2021	31-12-2020
Cash	1,204,695	1,910,408
Cash equivalents	213,248	394,225
Total	1,417,943	2,304,633

Cash equivalents correspond to deposits and cash investments maturing in less than three months. The breakdown by currency and interest rate at 30 June 2021 and 31 December 2020 is as follows:

Company	30-06-2021		
	Thousands of euros	Source currency	Interest rate range
Gestamp Severstal Kaluga, Ll.	27,019	Russian ruble	3.60% - 4.35%
Gestamp Brasil Industria de Autopeças, S.A.	52,898	Brazilian real	100% - 101% CDI
Gestamp Autocomponents Shenyang, Co. Ltd.	38,522	Yuan Renminbi	2.025%
Gestamp Autocomponents Dongguang, Co. Ltd.	119	Yuan Renminbi	0.35%
Gestamp Autocomponents Kunshan	60,993	Yuan Renminbi	2.025%
Edscha PHA	7,374	Korean won	1.01%
GMF Wuhan, Ltd	26,323	Yuan Renminbi	2.025%
Total	213,248		

Company	31-12-2020		
	Thousands of euros	Source currency	Interest rate range
Gestamp Automoción, S.A.	284,900	Euro	-0.20% - 0.01%
Gestamp Severstal Kaluga, Ll.	18,587	Russian ruble	3.25%-3.70%
Gestamp Brasil Industria de Autopeças, S.A.	60,738	Brazilian real	100% - 101% CDI
Gestamp Bizkaia, S.A.	10,000	Euro	0.00%
Gestamp Servicios, S.A.	10,000	Euro	0.00%
Gestamp Metalbages, S.A.	10,000	Euro	0.00%
Total	394,225		

There are no restrictions on the disposal by the holders of the balances included under this heading in the accompanying Interim Condensed Consolidated Balance Sheet.

Note 16. Capital, own shares and share premium

The information related to these headings at 30 June 2021 and 31 December 2020 was as follows:

ITEM	30-06-2021	31-12-2020
No. of shares	575,514,360	575,514,360
Par value	0.50	0.50
	Thousands of euros	
Issued capital (par value)	287,757	287,757
Own shares	(3,801)	(1,349)
Share premium	61,591	61,591

a) Share capital

The shareholder structure at 30 June 2021 and 31 December 2020 was as follows:

Shareholders	% shareholding	
	30-06-2021	31-12-2020
Acek Desarrollo y Gestión Industrial, S.L.	22.83%	22.76%
Gestamp 2020, S.L.	50.10%	50.10%
Own shares	0.14%	0.07%
Free Float	26.93%	27.07%
	100.00%	100.00%

Acek Desarrollo y Gestión Industrial, S.L. has an equity interest of 75% in the capital of Gestamp 2020, S.L.; thus, its total holding (direct and indirect) in the Parent Company was 60.41% at 30 June 2021 (60.33% at 31 December 2020).

There are no bylaw restrictions on the transfer of shares forming the Group's capital.

b) Own shares

On 27 July 2018, the Parent Company entered into a liquidity agreement with JB Capital Markets, S.V., S.A.U., adapted to Circular 1/2017, of 26 April, of the CNMV.

The framework of this agreement will be the Spanish stock markets.

This agreement stipulates the conditions under which the financial intermediary will operate for the account of the issuer, buying or selling own shares of the latter, with the sole objective of favouring the liquidity and regularity of their listing, for a duration of 12 months, which will be deemed to be tacitly extended for the same period unless indicated otherwise by the parties.

The amount earmarked to the cash account associated with the agreement was 9,000 thousand euros.

Own shares at 30 June 2021 represented 0.14% of the Parent Company's share capital (0.07% at 31 December 2020) and totalled 831,553 shares (380,048 shares at 31 December 2020), at an average acquisition price of 4.57 euros per share (3.55 euros per share at 31 December 2020).

The movement in 2021 and 2020 was as follows:

	Number of own shares	Thousands of euros
Balance at December 31, 2019	688,549	2,872
Increases/Purchases	12,011,344	32,885
Decreases/Sales	(12,319,845)	(34,408)
Balance at December 31, 2020	380,048	1,349
Increases/Purchases	4,181,476	18,054
Decreases/Sales	(3,729,971)	(15,602)
Balance at June 30, 2021	831,553	3,801

In 2021, the sales price of the own shares detailed in the previous table amounted to 16,236 thousand euros (33,758 thousand euros at 31 December 2020), generating a gain of 634 thousand euros (loss of 650 thousand euros at 31 December 2020), recognised under Distributable Reserves (Note 17.2).

c) Share premium

At 30 June 2021 and 31 December 2020, the Parent Company's share premium amounted to 61,591 thousand euros.

The amended Spanish Corporate Enterprises Act (Ley de Sociedades de Capital) expressly allows the use of share premium balance to increase share capital balance, corresponding to an unrestricted reserve.

Note 17. Retained earnings

The movements in Retained earnings for 2021 and 2020 are as follows:

	Legal reserve (Parent Company)	Unrestricted reserves (Parent Company)	Reserves at fully consolidated companies	Reserves at associates	Profit for the year	Effective hedges	Total
AT JANUARY 1, 2021	57,550	525,832	1,336,902	(1,331)	(151,055)	(6,010)	1,761,888
Profit for the period					82,839		82,839
Fair value adjustments reserve (hedge) (Note 22.b.1))						1,982	1,982
Actuarial gains and losses			25				25
Appropriation of 2020 profits		(67,710)	(84,411)	1,066	151,055		
Treasury shares acquisitions (Note 17.2)		634					634
Increased ownership interest in companies with previous control (Note 2.b))			8,624				8,624
Interest from participative loans		(1,573)	1,573				
Other movements			3				3
AT JUNE 30, 2021	57,550	457,183	1,262,716	(265)	82,839	(4,028)	1,855,995

	Legal reserve (Parent Company)	Unrestricted reserves (Parent Company)	Reserves at fully consolidated companies	Reserves at associates	Profit for the year	Effective hedges	Total
AT JANUARY 1, 2020	57,550	478,969	1,222,743	(3,391)	212,272	(17,085)	1,951,058
Profit for the period					(198,500)		(198,500)
Fair value adjustments reserve (hedge)						(8,858)	(8,858)
Actuarial gains and losses			(23)				(23)
Appropriation of 2019 profits		(43,917)	222,517	2,060	(212,272)		(31,612)
Treasury shares acquisitions (Note 17.2)		(1,636)					(1,636)
Increased ownership interest in companies with previous control (Note 2.b))			(517)				(517)
Interest from participative loans		975	(975)				
Other movements	1						1
AT JUNE 30, 2020	57,551	434,391	1,443,745	(1,331)	(198,500)	(25,943)	1,709,913

17.1 Legal reserves of the Parent Company

The legal reserve of the Parent Company amounted to 57,550 thousand euros at 30 June 2021 and 30 June 2020.

The Parent Company must allocate 10% of profit for each year to set up a reserve fund until such fund reaches at least 20% of share capital, equivalent to 57.6 million euros at 30 June 2021 and 31 December 2020. This reserve cannot be distributed to shareholders and may only be used to cover, if no other reserves are available, the receivable balance of the income statement.

At 31 December 2018, the Legal Reserve had already reached 20% of the Parent Company's Share Capital; accordingly, in 2021 and 2020 it was not necessary to allocate any amount of profits to increase said reserve.

17.2 Unrestricted reserves of the Parent Company

The most significant changes in the Parent Company's unrestricted reserves at 30 June 2021 and 30 June 2020, in addition to the allocation of losses amounting to 67,710 thousand euros and 43,917 thousand euros in 2020 and 2019, respectively, included in the retained earnings tables, were as follows:

June 2021

- Gains from the purchase and sale of own shares amounting to 634 thousand euros (Note 16.b)).

June 2020

- Result (loss) of the purchase and sale of own shares for 1,636 thousand euros (Note 16.b)).
- On 25 June 2020, the Parent Company's Ordinary General Shareholders' Meeting approved the proposed distribution of profit for the financial year ended 31 December 2019, prepared by the Board of Directors at its meeting on 18 May 2020. Therefore, the interim dividend out of 2019 profit amounting to 31,612 thousand euros included in the Interim Condensed Consolidated Statement of Changes in Equity at 1 January was transferred to the Parent Company's unrestricted reserves.

17.3 Availability of reserves at fully consolidated companies

Reserves held by companies consolidated under the full consolidation method are subject to a number of restrictions as to their availability depending on whether they are legal reserves, revaluation reserves or other special reserves.

The restrictions regarding the reserves mentioned above are the following:

a) Legal reserves at subsidiaries

According to prevailing legislation in the countries where these companies are located, legal reserves must reach a certain percentage of share capital, so that each year a percentage of net profit is applied

to offset losses or increase share capital.

The balance of these reserves at 30 June 2021 and 30 June 2020 amounts to 122,746 thousand euros and 118,960 thousand euros, respectively.

b) Reserve for the first-time application of IFRS (1 January 2007)

As a result of valuation of Property, plant and equipment at fair value, the land and buildings of certain subsidiaries were valued at their appraised values and an increase in reserves has been registered in the amount of the difference between the said assets' fair values and the net carrying amounts registered by each company.

The reserves generated by these value adjustments, net of the tax effect, at 30 June 2021 and 30 June 2020 amounted to 115 million euros and 118 million euros, respectively (Note 11). This reserve is not distributable.

c) Other reserves of subsidiaries

In accordance with the current legislation of the countries in which the Group operates, the distributions of dividends are governed by law. Also, restrictions exist relating to revaluation reserves, development costs and other legal restrictions, which are not significant.

Note 18. Translation differences

The breakdown of translation differences assigned to each Group Segment is as follows:

Segment / Country	Thousands of euros		
	30-06-2021	31-12-2020	Difference
Western Europe			
Germany	347	347	-
Spain	(76,358)	(76,001)	(357)
France	-	(1)	1
Luxembourg	(1)	(1)	-
United Kingdom	(8,250)	(18,273)	10,023
Sweden	(65,950)	(63,876)	(2,074)
Morocco	98	82	16
Eastern Europe			
Slovakia	(920)	(917)	(3)
Hungary	(3,981)	(4,952)	971
Poland	(34,619)	(36,966)	2,347
Czech Republic	(3,327)	(3,997)	670
Romania	(271)	(213)	(58)
Russia	(72,506)	(73,315)	809
Turkey	(74,808)	(68,670)	(6,138)
Bulgaria	1	2	(1)
Mercosur			
Argentina	(75,436)	(77,529)	2,093
Brazil	(60,935)	(60,240)	(695)
North America			
USA	(30,700)	(26,458)	(4,242)
Mexico	(74,871)	(74,842)	(29)
Asia			
China	2,170	(9,081)	11,251
South Korea	1,007	1,831	(824)
India	(8,904)	(7,716)	(1,188)
Japan	(290)	189	(479)
Thailand	23	74	(51)
Taiwan	96	94	2
Total	(588,385)	(600,429)	12,044

Changes in translation differences in 2021 led to a positive net change of 12,044 thousand euros compared to 2020, mainly corresponding to:

- in Spain, mainly corresponding to exchange differences due to permanent financing in Brazilian reais granted to subsidiaries;
- in Western Europe, due to the fluctuation of the Swedish krona and the pound sterling;
- in Eastern Europe due to fluctuations in the Turkish lira and the Polish zloty;
- in North America mainly due to the fluctuation of the dollar;
- in Mercosur as a result of the fluctuation of the Argentine peso; and
- in Asia, mainly due to the fluctuation of the Chinese yuan renminbi and the Indian rupee.

Also, the translation differences in Argentina includes the effect of the inflation adjustment amounting to 34,055 thousand euros at 30 June 2021 (30,903 thousand euros at 31 December 2020) (Note 4.5).

Note 19. Non-controlling interests

The changes in this heading, by company, at 30 June 2021 and 31 December 2020 were as follows:

Company	Thousands of euros						30-06-2021
	31-12-2020	Translation differences	Dividends paid	Acquisition of non-controlling interests (control over the company previously)	Other changes	Profit (loss) for the year	
Gestamp Holding Rusia, S.L./Todlem, S.L./ Gestamp Severstal Vsevolozhsk LLC./ Gestamp Severstal Kaluga, LLC.	14,096	185				2,538	16,819
Gestamp Auto Components (Kunshan) Co., Ltd./Gestamp Holding China, AB	40,576	1,103			(420)	3	41,262
Shanghai Edscha Machinery Co., Ltd.	9,375	147			257	(923)	8,856
Edscha Pha, Ltd.	13,879	(18)			64	1,538	15,463
Edscha Aapico Automotive Co. Ltd.	1,087	3	(354)		2	204	942
Sofedit, SAS	1	-					1
Gestamp Wroclaw, sp. Z.o.o.	(2)	-					(2)
Gestamp Brasil Industria Autopeças, S.A.	23,300	(32)			(2,119)	1,743	22,892
G. Holding Argentina, S.L. and Argentinian companies	(2,528)	900				889	(230)
G. Holding México, S.L. and Mexican companies	105,563	78			(752)	2,408	107,297
G. North America, INC and North American companies	63,015	(1,302)			(86)	(911)	60,716
Mursolar 21, S.L./Gestamp A. Shenyang, Co. Ltd./Gestamp A. Dongguan, Co. Ltd.	64,649	1,315		(34,352)	(424)	5,057	36,245
Beyçelik Gestamp Kalip, A.S. / Çelik Form Gestamp Otomotive, A.S./ Beyçelik Gestamp Teknoloji Kalip, A.S./Gestamp Beyçelik Romania, S.R.L./Beyçelik Gestamp Sasi, L.S.	36,454	(3,239)	-	-	(840)	9,563	41,938
Gestamp Automotive India Private Ltd.	41,246	618				2,361	44,225
Jui Li Edscha Body System Co. Ltd./Jui Li Edscha Hainan Industry Enterprise Co. Ltd./ Jui Li Edscha Holding Co. Ltd.	2,627	81	-		5	262	2,975
Gestamp Sorocaba Industria de Autopeças Ltd.	(1,568)	(28)			90	92	(1,414)
Tuyauto Gestamp Morocco	(90)	(2)			(88)	236	56
Gestamp Etem Automotive Bulgaria, S.A.	5,035	(1)			(8)	428	5,454
Gestamp Auto Components (Tianjin) Co. Ltd./Gestmp Auto Components Beijing Co. Ltd.	27,418	795			(380)	3,519	31,352
Total	444,133	603	(354)	(34,352)	(3,810)	27,888	434,108

The movements in Non-controlling interests at 30 June 2021 are mainly due to the following:

- Partial divestment by COFIDES, S.A. S.M.E. in Mursolar 21, S.L. (Note 2.b)).
- Distribution of dividends by Edscha Aapico Automotive Co. Ltd., on 19 May 2021.

Company	Thousands of euros						31-12-2020
	31-12-2019	Translation differences	Dividends paid	Acquisition of non-controlling interests (control over the company previously)	Other changes	Profit (loss) for the year	
Gestamp Holding Rusia, S.L./Todlem, S.L./ Gestamp Severstal Vsevolozhsk LLC./ Gestamp Severstal Kaluga, LLC.	24,093	(6,260)			270	(4,007)	14,096
Gestamp Auto Components (Kunshan) Co., Ltd./Gestamp Holding China, AB	40,798	(961)			20	719	40,576
Shanghai Edscha Machinery Co., Ltd.	10,478	(137)			132	(1,098)	9,375
Edscha Pha, Ltd.	12,101	(364)			126	2,016	13,879
Edscha Aapico Automotive Co. Ltd.	1,298	(142)	(388)		(8)	327	1,087
Sofedit, SAS	18	-				(17)	1
Gestamp Wroclaw, sp. Z.o.o.	(2)	-					(2)
Gestamp Brasil Industria Autopeças, S.A.	38,989	(10,573)			672	(5,788)	23,300
G. Holding Argentina, S.L. and Argentinian companies	3,698	(1,672)			230	(4,784)	(2,528)
G. Holding México, S.L. and Mexican companies	111,422	(8,073)			2,375	(161)	105,563
G. North America, INC and North American companies	82,058	(3,363)			(974)	(14,706)	63,015
Mursolar 21, S.L./Gestamp A. Shenyang, Co. Ltd./Gestamp A. Dongguan, Co. Ltd.	55,441	(1,037)			119	10,126	64,649
Beyçelik Gestamp Kalip, A.S. / Çelik Form Gestamp Otomotive, A.S./ Beyçelik Gestamp Teknoloji Kalip, A.S./Gestamp Beyçelik Romania, S.R.L./Beyçelik Gestamp Sasi, L.S.	40,994	(7,067)	(6,649)	(1,540)	283	10,433	36,454
Gestamp Automotive India Private Ltd.	39,284	(4,620)			(10)	6,592	41,246
Jui Li Edscha Body S ystem Co. Ltd./Jui Li Edscha Hainan Industry Enterprise Co. Ltd/ Jui Li Edscha Holding Co. Ltd.	2,805	(110)	(377)		(28)	337	2,627
Gestamp Sorocaba Industria de Autopeças Ltd.	659	(1,864)			28	(391)	(1,568)
Tuyauto Gestamp Morocco	677	(5)			214	(976)	(90)
Gestamp Etem Automotive Bulgaria, S.A.	4,990	(15)			(72)	132	5,035
Gestamp Auto Components (Tianjin) Co. Ltd./Gestmp Auto Components Beijing Co. Ltd.	19,605	(604)			-	(28)	8,445
Total	489,406	(46,867)	(7,414)	(1,540)	3,349	7,199	444,133

The most significant changes in Non-controlling Interests at 31 December 2020 related to:

- On 11 March 2020, the subsidiary Beyçelik Gestamp Kalip, A.S. acquired 30% of Gestamp Beyçelik Romania, S.R.L. (Note 2.b)).
- Dividends paid by Beyçelik Gestamp Kalip, A.S., Beyçelik Gestamp Sasi, L.S., Çelik Form Otomotiv, A.S. and Beyçelik Gestamp Teknoloji Kalip, A.S. on 24 March 2020.

The most significant non-controlling interests mentioned in this Note have protecting rights mainly related to significant decisions on divestments of fixed assets, company restructuring, granting of guarantees, distribution of dividends and changes in articles of association. These protecting rights do not significantly restrict the Group's capacity to access or to use its assets as well as to liquidate its liabilities.

Note 20. Deferred income

This heading includes the grants related to assets obtained by the Group companies pending their transfer to the Interim Condensed Consolidated Income Statement.

The variations in this heading at 30 June 2021 and 31 December 2020 were as follows:

	Thousands of euros
Balance at December 31, 2019	23,660
Grants received during the financial year	18,342
Grants released to income in the year	(4,823)
Translation differences	(376)
Other movements	678
Balance at December 31, 2020	37,481
Grants received during the financial year	672
Grants returned during the financial year	(494)
Grants released to income in the year (Note 24.b))	(2,534)
Translation differences	(205)
Other movements	130
Balance at June 30, 2021	35,050

The Group companies are able to meet all the requirements demanded by administrative resolutions regarding the awarding of subsidies to qualify as non-reimbursable grants.

Note 21. Provisions and contingent liabilities

The detail by item, at 30 June 2021 and 31 December 2020, was as follows:

	Thousands of euros					
	Non-current		Current		Total	
	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020
Provisions	169,271	167,566	50,867	34,546	220,138	202,112
Uncertain tax position liabilities	7,603	7,753	-	-	7,603	7,753
	176,874	175,319	50,867	34,546	227,741	209,865

Provisions

The breakdown of this heading during 2021 and 2020 was as follows:

	Thousands of euros					
	Non-current		Current		Total	
	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020
Provision for employee compensation	136,932	133,709	404	1,077	137,336	134,786
Provision for other responsibilities	32,339	33,857	50,463	33,469	82,802	67,326
	169,271	167,566	50,867	34,546	220,138	202,112

The changes in this heading in 2021 and 2020 were as follows:

	Provision for employee compensation	Provision for other responsibilities	Total
Balance at December 31, 2019	115,307	41,219	156,526
Additions	26,463	47,326	73,789
Disposals	(6,237)	(17,274)	(23,511)
Translation differences	(1,164)	(4,324)	(5,488)
Other movements	417	379	796
Balance at December 31, 2020	134,786	67,326	202,112
Additions	6,996	12,341	19,337
Disposals	(4,371)	(12,609)	(16,980)
Translation differences	2	(790)	(788)
Other movements	(77)	16,534	16,457
Balance at June 30, 2021	137,336	82,802	220,138

Provision for employee compensation

According to the commitments undertaken, the Group has legal, contractual and implicit obligations to staff of certain subsidiaries whose amount or maturity is uncertain.

In 2020, the long-term Incentive Plan was changed, with the end of 2022 as the new date for assessing the meeting of objectives and the first half of 2023 as the settlement period.

The provision for long term defined benefit plans is quantified considering the possible affected assets according to the registration and valuation standards.

Increases at 30 June 2021 and in 2020 mainly correspond to:

- Provisions for employee remuneration regarding seniority awards and other benefits for remaining at the company.
- Provisions for employee compensation based on a long-term incentive plan.

Decreases in 2020 mainly correspond to reversals of long-term employee provisions.

Provision for other responsibilities

This line item primarily reflects provisions recognised by certain Group companies to cover specific risks arising from their day-to-day businesses and provisions for personnel restructuring.

The Increases at 30 June 2021 and 31 December 2020 relate mainly to provisions for other commercial operations and litigation.

In addition, in 2020, the Group recognised a provision amounting to 20 million euros in relation to the COVID-19 pandemic, corresponding to the estimated costs to be incurred in restructuring and adapting the production structures to the new expected situation.

The decreases at 30 June 2021 and 31 December 2020 relate mainly to hedges of risks arising from the companies' own activities and to other litigation.

The Other movements column at 30 June 2021 includes mainly the transfers from other headings.

Group Management considers that provisions registered in the Interim Condensed Consolidated Balance Sheet duly cover the risks for litigations, arbitration and other contingencies, and no additional related liabilities are expected.

Liabilities from uncertain tax positions

The changes in this heading during 2021 and 2020 are as follows:

	Uncertain tax position liabilities
Balance at December 31, 2019	7,609
Additions	144
Disposals	-
Translation differences	-
Other movements	-
Balance at December 31, 2020	7,753
Additions	-
Disposals	(150)
Translation differences	-
Other movements	-
Balance at June 30, 2021	7,603

The Group basically books the estimated amount of tax debts related to tax assessments commenced by the tax authorities and currently appealed against before the courts and others whose exact amount or payment date is uncertain.

At 30 June 2021 and 31 December 2020, the Group has no other significant contingent liabilities in addition to those included above.

Note 22. Non-trade liabilities

The detail of the Group's borrowings at 30 June 2021 and 31 December 2020, classified by item, is as follows:

Item		Thousands of euros				
		Non current		Current		
		30-06-2021	31-12-2020	30-06-2021	31-12-2020	
a) Interest-bearing loans, borrowings and debt issues	a.1)	2,635,432	3,254,034	a.2)	457,382	717,095
b) Derivative financial instruments	b.1)	26,195	29,501	b.1)	-	-
c) Other financial liabilities		<u>482,360</u>	<u>496,235</u>		<u>359,490</u>	<u>353,645</u>
Finance lease prior IFRS 16	c.1)	40,040	41,350	c.1)	9,898	10,643
Borrowings from related parties	c.2)	70,663	72,023	c.2)	56,190	53,264
Other borrowings	c.3)	20,476	20,558	c.3)	230,606	224,699
Operating lease (IFRS 16)	c.4)	351,181	362,304	c.4)	62,796	65,039
d) Other liabilities	d)	14,298	12,326	d)	97,148	218,990
Total		3,158,285	3,792,096		914,020	1,289,730

The changes in liabilities related to financing activities, as shown in a) and c) and in derivative financial instruments in b) of the table above, are detailed as follows:

	Thousand of euros						30-06-2021
	31-12-2020	Cash flow	Foreign exchange effect	IFRS 9 application - Refinancing	Changes in fair value	Others	
Interest-bearing loans, borrowings and debt issues	3,971,129	(329,597)	6,537	801		(556,056)	3,092,814
Finance lease	51,993	(2,456)	401			-	49,938
Borrowings from related parties	125,287	-	3,017			(1,451)	126,853
Other borrowings	245,257	2,228	-			3,597	251,082
Operating lease (IFRS 16)	427,343	(13,560)	194			-	413,977
Gross Financial Debt (Note 4.6)	4,821,009	(343,385)	10,149	801	-	(553,910)	3,934,664
Derivative financial instruments	29,501				(3,306)		26,195
TOTAL	4,850,510	(343,385)	10,149	801	(3,306)	(553,910)	3,960,859

	Thousand of euros						31-12-2020
	31-12-2019	Cash flow	Foreign exchange effect	IFRS 9 application - Refinancing	Changes in fair value	Others	
Interest-bearing loans, borrowings and debt issues	2,864,235	1,081,381	33,806	(8,293)		-	3,971,129
Finance lease	59,029	(5,604)	(1,432)			-	51,993
Borrowings from related parties	132,442	1,982	(8,321)			(816)	125,287
Other borrowings	20,368	227,980	-			(3,091)	245,257
Operating lease (IFRS 16)	392,631	40,650	(5,938)			-	427,343
Gross Financial Debt (Note 4.6)	3,468,705	1,346,389	18,115	(8,293)	-	(3,907)	4,821,009
Derivative financial instruments	66,138				(36,637)		29,501
TOTAL	3,534,843	1,346,389	18,115	(8,293)	(36,637)	(3,907)	4,850,510

a) Interest-bearing loans, borrowing and debt issues

a.1) Bank borrowings and long-term debt securities

The breakdown, by segment and maturity date, of non-current bank borrowings and debt securities is as follows:

Description	Thousands of euros						31-12-2020
	30-06-2021						
	July 2022 to June 2023	July 2023 to June 2024	July 2024 to June 2025	July 2025 to June 2026	Beyond	Total	Total
In Euro	369,760	127,790	924,828	27,517	745,121	2,195,016	2,776,561
Western Europe	363,760	121,790	918,828	21,517	739,121	2,165,016	2,743,568
Eastern Europe	6,000	6,000	6,000	6,000	6,000	30,000	32,993
In foreign currency	179,054	60,707	197,373	3,282	-	440,416	477,473
Brazilian real							
Mercosur	1,482	3,132	148	72		4,834	9,829
Dollars							
Western Europe	166,428	-	154,065	-	-	320,493	347,448
Mercosur	-	41,412	-	-	-	41,412	41,376
Turkish lira							
Eastern Europe	1,148	23				1,171	4,230
Czech crown							
Eastern Europe	6,144	12,288	12,288			30,720	29,747
Remimbi yuan							
Asia	3,852	3,852	3,852	3,210		14,766	14,995
Romanian leu							
Eastern Europe	-	-	1,624			1,624	2,925
Japanese yen							
Asia	-	-	25,396			25,396	26,923
Total	548,814	188,497	1,122,201	30,799	745,121	2,635,432	3,254,034

At 30 June 2021, the Group held long-term bilateral credit lines amounting to 185,000 thousand euros (31 December 2020: 235,000 thousand euros), against which no amount had been drawn down at that date. The interest rate on these policies ranged between 0.60% and 2.00% at 30 June 2021 and 31 December 2020.

The detail of the maturities relating to the balances at 31 December 2020 is as follows:

Thousands of euros					
31-12-2020					
2022	2023	2024	2025	Posterior	Total
331,483	1,979,462	182,291	28,204	732,594	3,254,034

The guarantees granted are personal guarantees of the borrower and were granted by a group of subsidiary companies (Appendix III).

At 30 June 2021, no items of property, plant, and equipment had been set aside to secure bank loans. At 31 December 2020, Edscha PHA Ltd had property, plant and equipment set aside to secure bank loans, amounting to 3,001 thousand euros (Note 11).

In addition, there are security interests and related guarantees in the description of the individual transactions included in this Note.

The nominal interest rate on Interest-bearing loans at 30 June 2021 is as follows:

	<u>Interest rate</u>
• Loans denominated in euros:	0.90% - 1.90%
• Loans denominated in Brazilian reals*	2.00% - 9.00%
• Loans denominated in US dollars	1.50% - 2.00%

* The lower level of the range corresponds to loans received by BNDES with a subsidised interest rate.

The annual nominal interest rate on interest-bearing loans at 31 December 2020 is as follows:

	<u>Interest rate</u>
• Loans denominated in euros:	0.90% - 1.90%
• Loans denominated in Brazilian reals*	2.00% - 9.00%
• Loans denominated in US dollars	1.50% - 2.00%

* The lower level of the range corresponds to loans received by BNDES with a subsidised interest rate.

The loans in the schedule above where certain Group companies are guarantors or which are subject to covenants are as follows:

I) Syndicated loan 2013 (modified in future years)

The Group adopted IFRS 9 *Financial Instruments* for the first time in 2018. The accounting treatment adopted by IFRS 9 for restructurings requires adjusting the debt balance to the sum of the adjusted cash flows discounted to the original effective interest rate. This rate, once adjusted using the possible restructuring fees, must be used for subsequent periods.

On 20 May 2016, the Parent Company signed an agreement modifying the original syndicated loan agreement signed on 19 April 2013, modifying both the principal, whose original amount was 532 million euros, (Tranche A1), increasing it by 340 million euros (Tranche A2), and certain conditions of such loan.

Also, a tranche of a Revolving Credit Facility existed, amounting to 325 million euros that had been fully drawn down at 31 December 2020. Said amount was repaid in January and February 2021.

After the required analysis, this operation was considered as a refinancing of the syndicated loan since there was no substantial modification of the debt.

On 25 July 2017, the Parent Company signed a new agreement to modify the original syndicated loan agreement signed in April 2013. This agreement implies changes in interest rates and payment dates. The maturity date for the contract was 15 July 2022.

On 11 May 2018, the Parent Company signed a new agreement to modify the original syndicated loan agreement signed in April 2013. This agreement implies changes in clauses of the agreement, without altering economic terms, maturities, drawdowns and allowing interim dividend distribution.

The impact of the adoption of IFRS 9 at 1 January 2018 for the syndicated loan is as follows:

	Thousands of euros
Liabilities	
Interest-bearing loans and borrowings and debt issues	(54,064)
Deferred tax liabilities	12,976
Total liabilities	(41,088)
Net positive impact on equity	41,088

On 25 February 2019, the Parent Company signed a new agreement to modify the syndicated loan agreement modifying the maturity dates. Maturities initially set at 2020 and 2021 were postponed to 30 April 2023, amounting to 324 million euros. The first Tranche (Tranche A1) relates to the initial transaction while the second (Tranche A2) results from the extension made in 2016; accordingly, each one was treated separately given that the initial IRR of each transaction is different. The effect at 31 December 2019 recognised for said restructuring transaction was a positive financial result of 13,289 thousand euros, whose tax effect amounted to 3,189 thousand euros.

On 23 January 2020, the Parent Company signed a new agreement to amend the syndicated loan agreement, modifying the repayment dates so that the new maturity of the entire nominal amount is 30 April 2023. The effect at 31 December 2020 of this restructuring operation was a positive financial result of 8,293 thousand euros, with a tax effect of 1,990 thousand euros.

Also Tranche A3 was arranged amounting to 172 million US dollars, arising from the extension of the nominal amount by 61 million US dollars and the conversion of the limits of Tranche A1 arranged in euros, amounting to 111 million US dollars. The maturity dates of this new tranche are the same as those established for tranches A1 and A2.

Also, Tranche A4 was arranged, in the amount of 25 million euros, arising from the extension of the notional amount for that sum. The maturity dates of this new tranche are the same as those established for the previous tranches.

Also, this agreement to modify the syndicated loan agreement granted the Parent the option to extend the maturity date to 23 January 2025 of all the tranches of this financing, eliminating the repayment set for 2023, although it set as a requirement for such extension the total or partial redemption of the high yield bond issued in May 2016 before 30 June 2021; if it was not cancelled in full or was only cancelled partially before said date, the maturity date would be 30 April 2023 for the proportional part equivalent to the uncanceled part of the 2016 bond.

On 25 May 2021, the Parent Company executed the repurchase of the Bond issued in May 2016, and thus, the automatic free extension of certain maturity dates of the syndicated loan from 30 April 2023 to 23 January 2025. The effect at 30 June 2021 of this restructuring operation under IFRS 9 was finance income of 25,922 thousand euros, with a tax effect of 6,221 thousand euros.

The estimate at 30 June 2021, that is, having considered the restructuring performed at that date, of the amount to be recorded in future years under Finance costs with the corresponding increase in Bank borrowings, and its tax effect, is as follows:

Thousands of euros			
Year	Finance expenses	Tax effect	Total impact on results
2021	13,990	(3,358)	10,632
2022	19,125	(4,590)	14,535
2023	10,353	(2,484)	7,869
2024	7,158	(1,718)	5,440
2025	438	(105)	333
Total	51,064	(12,255)	38,809

These amounts may be altered in the case of extensions or early cancellations that change the accrual period of financing that will ultimately affect the accrual period.

The amount accrued under Finance costs at 30 June 2021, as a result of applying this standard and the subsequent increase in Bank borrowings, amounted to 7,057 thousand euros (16,691 thousand euros at 31 December 2020), with the corresponding reversal of the Deferred tax liability of 1,694 thousand euros (4,006 thousand euros at 31 December 2020).

The Parent Company must comply with certain financial obligations during the term of the loan related to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 3 June 2020, the parties entered into a novation agreement amending the agreement to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.79, while the Net Financial Debt/EBITDA ratio was 2.29). The ratios must be calculated in accordance with the accounting standards in force at the time of signing of the initial agreement (19 April 2013), which means, in particular, that the impacts due to the application in 2020 and 2019 of IFRS 9, 15 and 16 have been reversed.

In addition, there is a limitation on the distribution of dividends whereby the dividend to be distributed in each year may not exceed 50% of the consolidated profit for the year. The agreement to amend the syndicated loan contract signed on 3 June 2020 prohibits the payment of dividends up to and including 30 June 2021.

The outstanding amount of this syndicated loan is recognised at long term for 922,826 thousand euros (918,348 thousand euros at 31 December 2020).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and consolidated EBITDA, act as joint guarantors of the loans. The detail of these companies is provided in Appendix III.

Also, a pledge was arranged on the shares of the subsidiaries Gestamp Metalbages, S.A., Gestamp Bizkaia, S.A., Gestamp Vigo, S.A., Gestamp Palencia, S.A., Gestamp Servicios, S.A. and Gestamp Toledo, S.A.

II) Bond issues May 2016 and April 2018

On 11 May 2016, an issue of senior secured bonds was completed through the subsidiary Gestamp Funding Luxembourg, S.A., amounting to 500 million euros at an interest rate of 3.5%.

On 25 May 2021, the Parent executed the repurchase of this Bond, whose initial maturity date was 15 May 2023.

In April 2018, the Group completed an issuance of senior bonds guaranteed through the Parent Company for a total aggregate amount of 400 million euros with an annual coupon of 3.25% and an IRR of 3.375%.

These bonds have an original maturity of 30 April 2026 and interest payable semi-annually (in November and May).

The redeemed cost of the bond issued in April 2018, at 30 June 2021, amounted to 393 million euros (31 December 2020: 393 million euros).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and consolidated EBITDA, act as joint guarantors of the bonds. The detail of these companies is provided in Appendix III.

Also, there is a pledge on the shares of the subsidiaries Gestamp Metalbages, S.A., Gestamp Bizkaia, S.A., Gestamp Vigo, S.A., Gestamp Palencia, S.A., Gestamp Servicios, S.A. and Gestamp Toledo, S.A.

As mentioned in heading I), the Group adopted IFRS 9 *Financial Instruments* for the first time in 2018. The accounting treatment adopted by IFRS 9 for restructurings requires adjusting the debt balance to the sum of the adjusted cash flows discounted to the original effective interest rate. This rate, once adjusted using the possible restructuring fees, must be used for subsequent periods.

The impact of the adoption of IFRS 9 at 1 January 2018 for the bond is as follows:

	Thousands of euros
Liabilities	
Interest-bearing loans and borrowings and debt issues	(52,116)
Deferred tax liabilities	10,944
Total liabilities	(41,172)
Net positive impact on equity	41,172

As commented in section I), on 25 May 2021, the Parent Company executed the repurchase of this Bond issued in May 2016.

The amount accrued under Finance costs at 30 June 2021 under IFRS 9 and the subsequent increase in Bank borrowings, including the effect arising from the full repurchase of the Bond, amounted to 26,722 thousand euros (9,440 thousand euros at 31 December 2020), with the corresponding reversal of the Deferred tax liability of 5,612 thousand euros (1,982 thousand euros at 31 December 2020).

III) European Investment Bank (2016)

On 15 June 2016, the Parent Company signed a financing agreement with the European Investment Bank for 160 million euros.

The loan has a duration of seven years, maturing on 22 June 2023. The Parent Company undertakes to comply with certain financial obligations during the term of the loan and relating to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 27 July 2020, the parties entered into a novation agreement amending the agreement in order to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40). These financial ratios must be calculated excluding the impact of changes in accounting regulations after 31 December 2018.

In addition, there is a limitation on the distribution of dividends whereby the dividend to be distributed in each year may not exceed 50% of the consolidated profit for the year. In the agreement to amend the loan agreement, it has been agreed that no dividend payments will be made up to and including 30 June 2021.

The outstanding amount at 30 June 2021 of this loan granted to the Parent was recognised at long term in the amount of 160 million euros (160 million euros at 31 December 2020).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and Consolidated EBITDA, act as joint guarantors of this loan. The detail of these companies is provided in Appendix III.

IV) European Investment Bank (2020)

On 18 May 2020, the Parent Company signed a financing agreement with the European Investment Bank for 200 million euros.

The loan has a duration of seven years, maturing on 28 May 2027. The Parent Company undertakes to comply with certain financial obligations during the term of the loan relating to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 27 July 2020, the parties entered into a novation agreement amending the agreement in order to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the financing at the lender's request, with a period of 20 working days to remedy the non-compliance. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40). These financial ratios must be calculated excluding the impact of changes in accounting regulations after 31 December 2018.

In addition, there is a limitation on the distribution of dividends whereby the dividend to be distributed in each year may not exceed 50% of the consolidated profit for the year. In the agreement of 27 July 2020 regarding the amendment of the loan agreement, it has been agreed that no dividend payments will be made up to and including 30 June 2021.

The outstanding amount at 30 June 2021 of this loan granted to the Parent was recognised at long term in the amount of 200 million euros (200 million euros at long term at 31 December 2020).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and Consolidated EBITDA, act as joint guarantors of this loan. The detail of these companies is provided in Appendix III.

V) Banco KfW IPEX Bank GmbH

On 26 June 2017, the Parent Company signed a financing agreement with Banco KfW IPEX Bank GmbH for 45 million euros.

The loan has a duration of 5 years. The maturity date for said loan is 19 June 2022.

The Parent Company must comply with certain financial obligations during the term of the loan related to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively with the quarterly consolidated financial statements for each financial year.

On 24 July 2020, the parties entered into a novation agreement amending the agreement in order to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40).

The outstanding amount of this loan granted to the Parent was recognised at long term in the amount of 45 million euros at 30 June 2021 (45 million euros at 31 December 2020).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and Consolidated EBITDA, act as joint guarantors of this loan. The detail of these companies is provided in Appendix III.

VI) Slovenská Sporiteľňa, a. s.

On 26 October 2017, the company Gestamp Nitra S.r.o signed a financing agreement with Slovenská Sporiteľňa, a. s for 50 million euros.

The loan term is 6 years with maturity on 30 October 2023.

The outstanding amount at 30 June 2021 of this loan was recognised at long term in the amount of 6 million euros and at short term in the amount of 24 million euros (20 million euros at long term and 10 million euros at short term at 31 December 2020).

Gestamp Nitra, S.r.o must comply with certain financial obligations related to its Interim Condensed Consolidated Financial Statements of the Gestamp Automoción Group over the life of the loan. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 23 July 2020, the parties entered into a novation agreement amending the agreement in order to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40).

VII) Česká Spořitelna, a.s.

On 27 June 2018, the company Gestamp Louny SRO signed a financing agreement with Česká Spořitelna, a.s. for 1.250 million Czech koruna.

The loan term is 6 years with maturity on 31 May 2024.

The outstanding amount at 30 June 2021 of this loan was recognised at long term in the amount of 781.2 million Czech koruna and at short term in the amount of 156.2 million Czech koruna (781.2 million Czech koruna at long term and 312.5 million Czech koruna at short term at 31 December 2020).

Gestamp Louny, S.r.o must comply with certain financial obligations related to its Interim Condensed Consolidated Financial Statements of the Gestamp Automoción Group over the life of the loan. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 27 July 2020, the parties entered into a novation agreement amending the agreement in order to adapt certain clauses of the agreement to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40).

VIII) Schuldschein Bond Issue October 2019

On 11 November 2019, the Parent Company completed an issue of "Schuldschein" bonds amounting to 176 million euros and 10 million US dollars.

The details of the different tranches forming this bond were as follows:

Nominal	Currency	Value date	Interest Rate	Interest Period	Maturity
22,000,000.00	Euro	2019, October 28	Euribor 6M+185bps	Semi-annual	2023, April 28
71,000,000.00	Euro	2019, October 28	Euribor 6M+210bps	Semi-annual	2024, October 28
58,000,000.00	Euro	2019, October 28	Euribor 6M+240bps	Semi-annual	2026, April 28
25,000,000.00	Euro	2019, November 11	Euribor 6M+240bps	Semi-annual	2026, April 28
10,000,000.00	US dollar	2019, October 28	Libor 3M+250bps	Quarterly	2024, October 28

During the month of December 2020, the Parent Company has carried out the early repayment of a total amount of 39 million euros, of which 30 million euros have a maturity date of 28 October 2024 and 9 million euros a maturity date of 28 October 2023.

The Parent Company must comply with certain financial obligations only at the end of each year in which this bond is in force, calculated on the basis of the Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- "EBITDA/Financial Expense" equal to or above 4.00x
- "Net Financial Debt/EBITDA" equal to or below 3.50x

In the second semester of 2020, the parties entered into various novation contracts amending the agreements in order to adapt certain clauses thereof to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the loan at the request of the banking syndicate. A period of 20 working days exists to remedy the breach of these financial obligations. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40). These financial ratios must be calculated excluding the impact of changes in accounting regulations after 31 December 2018.

The outstanding amount at 30 June 2021 of this Schuldchein bond granted to the Parent Company is recognised at long term amounting to 137 million euros and 10 million US dollars (137 million euros and 10 million US dollars at 31 December 2020).

Certain Group companies, which together represent a significant portion of total consolidated assets, revenue and Consolidated EBITDA, act as joint guarantors of this loan. The detail of these companies is provided in Appendix III.

IX) Caixabank, S.A.

On 11 March 2020, the Parent Company signed a financing agreement with Caixabank, S.A. for 100 million euros.

The loan term is 3 years with maturity on 30 April 2023.

The outstanding amount at 30 June 2021 of this loan granted to the Parent was recognised at long term in the amount of 100 million euros (100 million euros at long term at 31 December 2020).

The Parent Company must comply with certain financial obligations during the term of the loan related to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- “EBITDA / Financial expense” above 4.00x
- “Net Financial Debt / EBITDA” below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly consolidated financial statements for each financial year.

On 18 June 2020, the parties entered into a novation contract amending the agreement to adapt certain clauses thereof to the special circumstances arising from the COVID-19 pandemic declared by the World Health Organisation. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros on the last working day of each month, up to and including 30 June 2021, which replaces the requirement to comply with the other financial ratios included in the agreement.

Failure to comply with these ratios would be grounds for early repayment of the financing at the lender's request, with a period of 20 working days to remedy the non-compliance. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40). These financial ratios must be calculated excluding the impact of changes in accounting regulations after 31 December 2018.

In addition, there is a limitation on the distribution of dividends whereby the dividend to be distributed in each year may not exceed 50% of the consolidated profit for the year. In the agreement to amend the agreement signed on 18 June 2020, it has been agreed that no dividend payments will be made up to and including 30 June 2021.

X) Instituto de Crédito Oficial, Corporate State-owned Entity

On 9 July 2020, the Parent Company signed a financing agreement with Instituto de Crédito Oficial, Corporate State-owned Entity for an amount of 100 million euros payable in 8 quarterly instalments of the same amount. As at 31 December 2020, the first two disbursements were made.

In January 2021, this loan increased by 12.5 million euros.

The loan term is 7 years with maturity on 9 July 2027.

The outstanding amount drawn down at 30 June 2021 of this loan granted to the Parent Company was recognised at long term in the amount of 50 million euros (25 million euros at long term at 31 December 2020).

The Parent Company must comply with certain financial obligations during the term of the loan related to its Interim Condensed Consolidated Financial Statements. These obligations are as follows:

- “EBITDA / Financial expense” above 4.00x
- “Net Financial Debt / EBITDA” below 3.50x

The calculation of these financial ratios is to be carried out exclusively on the basis of the quarterly Consolidated Financial Statements for each year, with the first date for calculating compliance with the above ratios being 30 September 2021.

Failure to comply with these ratios would be grounds for early repayment of the financing at the lender's request, with a period of 20 working days to remedy the non-compliance. At 30 June 2021, the ratios were within the above limits (EBITDA/Finance Costs ratio was 7.42, while the Net Financial Debt/EBITDA ratio was 2.40). These financial ratios must be calculated excluding the impact of changes in accounting regulations after 31 December 2018.

a.2) Current interest-bearing loans and borrowings

The breakdown by segment of current interest-bearing loans and borrowings is as follows:

Description	Thousands of euros											
	Credit facilities				Loans (b)		Accrued interest (c)		Discounted bills and Factoring (d)		(a)+(b)+(c)+(d)	
	Drawn down (a)		Limit		30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	TOTAL	TOTAL
	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020	30-06-2021	31-12-2020
In Euro	2,932	5,001	266,992	274,467	297,181	565,548	8,649	11,503	29	29	308,791	582,081
Western Europe	2,935	5,001	263,592	274,467	269,801	533,925	7,356	10,368	29	29	280,121	549,323
Eastern Europe	(3)	-	3,400	-	27,380	31,623	1,293	1,135	-	-	28,670	32,758
In foreign currency	16,356	16,360	42,690	49,285	130,970	117,389	1,265	1,265	-	-	148,591	135,014
US dollar												
Western Europe	-	-	-	-	37,978	-	-	-	-	-	37,978	-
Mercosur	-	-	-	-	-	255	-	-	-	-	-	255
North America	16,356	16,360	16,356	16,360	5,643	24,948	24	101	-	-	22,023	41,409
Turkish lira												
Eastern Europe	-	-	-	-	22,491	24,490	5	17	-	-	22,496	24,507
Argentine peso												
Mercosur	-	-	-	-	2,121	-	-	-	-	-	2,121	-
Argentine peso												
Mercosur	-	-	-	-	4	-	-	-	-	-	4	-
Brazilian real												
Mercosur	-	-	-	-	26,930	29,395	1,190	882	-	-	28,120	30,277
Indian rupee												
Asia	-	-	22,599	28,966	20	-	26	25	-	-	46	25
Remimbi yuan												
Asia	-	-	-	-	27,703	24,780	20	240	-	-	27,723	25,020
Czech crown												
Eastern Europe	-	-	-	-	6,140	11,899	-	-	-	-	6,140	11,899
Romanian leu												
Eastern Europe	-	-	-	-	1,940	1,622	-	-	-	-	1,940	1,622
Russian ruble												
Eastern Europe	-	-	3,735	3,959	-	-	-	-	-	-	-	-
Total	19,288	21,361	309,682	323,752	428,151	682,937	9,914	12,768	29	29	457,382	717,095

The Group has 957 million euros in with-recourse and non-recourse factoring and trade bill discounting facilities at 30 June 2021 (921 million euros at 31 December 2020).

The interest rate on the credit facilities is basically indexed to a floating rate of Euribor plus a spread of between 0.60% and 1.00% in the first semester of 2021 and of between 0.60% and 2.00% in 2020.

b) Derivative financial instruments

b.1) Interest rate derivatives and exchange rate derivatives

These Interim Condensed Consolidated Balance Sheet headings include the fair value of the interest rate and exchange rate hedges and derivatives held for trading arranged by the Group, which are as follows:

Description	Thousands of euros	
	30-06-2021	31-12-2020
Financial assets - long term derivatives (Note 12.a.3))	2,654	1,171
Cash flow hedges	472	-
Other	2,182	1,171
Financial liabilities - long term derivatives	26,195	29,501
Cash flow hedges	23,063	24,443
Exchange rate hedges	950	3,887
Other	2,182	1,171

Interest rate derivatives

The interest rate financial swaps, arranged by the Group, in place at 30 June 2021 and 31 December 2020, are as follows:

Contract	Item	Thousands of euros			
		30-06-2021		31-12-2020	
		Asset	Liability	Asset	Liability
6	Cash flow		15,757		19,048
10	Cash flow		4,332		5,212
11	Cash flow	(472)			183
12	Cash flow		709		
13	Cash flow		508		
14	Cash flow		589		
15	Cash flow		392		
16	Cash flow		372		
17	Cash flow		404		
Total cash flow hedges		(472)	23,063	-	24,443

At 30 June 2021 and 31 December 2020, the Group had implemented a strategy to hedge interest rate risk on the notional value of the Group's estimated bank debt for the period from 2021 to 2028, through these financial interest rate swaps with the following notional amounts in thousands of euros:

Year	Contract 6	Contract 10	Contract 11	Contract 12	Contract 13	Contract 14	Contract 15	Contract 16	Contract 17
2021	190,000	60,000	155,585						
2022	190,000	60,000	155,585	140,000	140,000	140,000	100,000	90,000	90,000
2023	190,000	60,000	155,585	140,000	140,000	140,000	100,000	90,000	90,000
2024	190,000	60,000	155,585	140,000	140,000	140,000	100,000	90,000	90,000
2025	190,000			140,000	140,000	140,000	100,000	90,000	90,000
2026				140,000	140,000	140,000	100,000	90,000	90,000
2027				140,000	140,000	140,000	100,000	90,000	90,000
2028				140,000	140,000	140,000	100,000	90,000	90,000

The interest rate swaps arranged by the Group in place at 30 June 2021 have the following terms:

Contract	Effective date	Maturity date	Floating rate (to be received)	Fixed rate (to be paid)
Contract 6	December 31, 2020	December 31, 2025	3-month Euribor	1.459%
Contract 10	December 31, 2020	December 31, 2024	3-month Euribor	1.600%
Contract 11	April 24, 2020	January 23, 2025	1-month Euribor	-0.507%
Contract 12	May 16, 2022	May 15, 2029	6-month Euribor	0.017%
Contract 13	May 15, 2022	May 15, 2029	6-month Euribor	-0.003%
Contract 14	May 15, 2022	May 15, 2029	6-month Euribor	0.005%
Contract 15	May 16, 2022	May 16, 2029	6-month Euribor	0.002%
Contract 16	May 16, 2022	May 15, 2029	6-month Euribor	0.004%
Contract 17	May 16, 2022	May 15, 2029	6-month Euribor	0.009%

The hedging arrangements, outlined above, are qualified as effective cash flow hedges under IFRS hedge accounting criteria. Accordingly, changes in the fair value of the swaps are recognised in Equity while the accrued interest is recognised in the Interim Condensed Consolidated Income Statement.

The cash flows underlying the hedges are expected to affect the Interim Condensed Consolidated Income Statement during the following years:

Thousands of euros (Expenses)/Incomes	
30-06-2021	
2021	460
2022	4
2023	(1,564)
2024	(1,554)
2025	(1,776)
2026	(425)
2027	(425)
2028	(425)
2029	(177)
Total	(5,882)

Thousands of euros (Expenses)/Incomes	
31-12-2020	
2021	(2,164)
2022	25
2023	(1,631)
2024	(1,948)
2025	(2,016)
Total	(7,734)

The difference of 16,709 thousand euros between the value of cash flow hedges and the amount of future settlements of hedges reflected in the table above, corresponds to the valuations of speculative hedge transactions that were restructured in May and November 2019 to give them hedging accounting treatment.

At 30 June 2021, the Group had transferred an expense of 2,620 thousand euros from equity to the Interim Condensed Consolidated Income Statement as a result of the settlements made in the year relating to interest rate hedging transactions. At 31 December 2020, the expense recognised for this same item amounted to 16,136 thousand euros.

In 2020, the Group recognised an expense for the amount of 4,538 thousand euros relating to changes in the value of derivatives held for trading. At 30 June 2021 and 31 December 2020, the Group had no derivatives held for trading.

In 2021, all hedging operations were efficient; accordingly, there was no impact on the Interim Condensed Consolidated Income Statement.

Exchange rate derivatives

- In July 2018, Gestamp Brasil, S.A. signed a loan granted by Bank of America, amounting to 50,000 thousand dollars. To cover this loan, an exchange rate derivative was signed with the financial entity, the positive fair value of which at 30 June 2021 amounted to 9,489 thousand euros (positive fair value of 11,061 thousand euros at 31 December 2020).

The initial measurement arising in July 2018 was negative in the amount of 9,157 thousand Brazilian reals. This amount was recognised under Other current assets and accrues over the term of the loan on a straight-line basis over 48 months, with its balance at 30 June 2021 amounting to 389 thousand euros (571 thousand euros at 31 December 2020) (Note 15.e)).

At 30 June 2021, the Group had transferred 64,290 thousand Brazilian reals equivalent to 12,834 thousand euros (-1,524 thousand euros in 2021 and 14,358 thousand euros in previous years) from Equity to the Interim Condensed Consolidated Income Statement in order to offset the exchange losses generated in the measurement of the loan.

- In January 2020, the Parent Company signed a loan granted by Bank of América, Barclays and Commerzbank amounting to 30,000 thousand dollars. To cover this loan, an exchange rate derivative was signed with the financial entity, the negative fair value of which at 30 June 2021 amounted to 1,884 thousand euros (negative fair value of 2,743 thousand euros at 31 December 2020).

The initial measurement arising in January 2020 was negative in the amount of 58 thousand euros. This amount was recognised under Other current assets and accrues over the term of the loan on a straight-line basis over 60 months, with its balance at 30 June 2021 amounting to 42 thousand euros (Note 15.e)).

At 30 June 2021, the Group had transferred 1,751 thousand euros (-742 thousand euros in 2021 and 2,492 thousand euros in previous years) from Equity to the Interim Condensed Consolidated Income Statement in order to offset the exchange losses generated in the measurement of the loan.

- Additionally, in January 2020, the Parent Company signed a second loan granted by Bank of America, Barclays and Commerzbank amounting to 142,552 thousand dollars. To cover this loan, an exchange rate derivative was signed with the financial entity, the negative fair value of which at 30 June 2021 amounted to 8,556 thousand euros (negative fair value of 12,586 thousand euros at 31 December 2020).

The initial measurement arising in January 2020 was positive in the amount of 251 thousand euros. This amount was recognised under Other current liabilities and accrues over the term of the loan on a straight-line basis over 60 months, with its balance at 30 June 2021 amounting to 180 thousand euros (Note 15.e)).

At 30 June 2021, the Group had transferred 8,319 thousand euros (-3,526 thousand euros in 2021 and 11,845 thousand euros in previous years) from Equity to the Interim Condensed Consolidated Income Statement in order to offset the exchange losses generated in the measurement of the loan.

- Moreover, in July 2019, Gestamp Kartek Co. Ltd. signed a loan granted to Gestamp Autocomponents (Shenyang), Co. Ltd. for 10,000 thousand dollars. To cover this loan, an exchange rate derivative was signed with the financial entity, the positive fair value of which amounted to 374 thousand euros at 31 December 2020. Due to the early repayment of the loan, in May 2021, the Group cancelled the associated hedge thereon.

The effect of financial instruments on retained earnings in 2021 and 2020 is as follows:

	Thousands of euros
Adjustment due to change value 31-12-2019	(17,085)
Variation in fair value adjustment	11,075
Variation in deferred tax from financial instruments	(2,742)
Variation in derivative financial instruments (liabilities)	<u>9,279</u>
Interest rate derivatives	29,253
Cancellation of derivatives	(22,365)
Exchange rate derivatives	2,391
Effect in profit due to hedge inefficiency	<u>4,538</u>
Interest rate derivatives	4,538
Adjustment due to change value 31-12-2020	(6,010)
Variation in fair value adjustment	1,982
Variation in deferred tax from financial instruments	(444)
Variation in derivative financial instruments (liabilities)	<u>2,426</u>
Interest rate derivatives	1,852
Exchange rate derivatives	574
Adjustment due to change value 30-06-2021	(4,028)

Lastly, Others under Long-term derivative financial liabilities, amounting to 2,182 thousand euros at 30 June 2021 (1,171 thousand euros at 31 December 2020) includes the present value of implicit derivatives with respect to the exchange rate applicable to sales and purchase prices in a customer and supplier agreement (Note 12.a.3)).

c) Other financial liabilities

c.1) Lease previously classified as a finance lease (prior to IFRS 16)

The finance lease obligations recognised under this heading relate to the discounted values of the payments under finance lease agreements detailed in Note 11. Details of the expected maturities of these obligations, and future financial expenses are as follows:

30-06-2021							
Thousands of euros							
Segment	Present value of lease obligations				Total	Future financial expenses	Financial lease installments
	Short term		Long term				
	Less than one year	Between one and five years	More than five years				
North America	1,006	3,499	10,468		13,967	3,090	18,063
Eastern Europe	7,616	20,132	487		20,619	2,904	31,139
Western Europe	1,276	5,454	-		5,454	377	7,107
Total	9,898	29,085	10,955		40,040	6,371	56,309

31-12-2020							
Thousands of euros							
Segment	Present value of lease obligations				Total	Future financial expenses	Financial lease installments
	Short term		Long term				
	Less than one year	Between one and five years	More than five years				
North America	1,080	4,103	10,329		14,432	3,485	18,997
Eastern Europe	7,753	20,665	832		21,497	3,253	32,503
Western Europe	1,810	5,421	-		5,421	404	7,635
Total	10,643	30,189	11,161		41,350	7,142	59,135

c.2) Borrowings from related parties

This heading in the Interim Condensed Consolidated Balance Sheet includes the following items with related parties:

Description	Thousands of euros			
	Long term		Short term	
	30-06-2021	31-12-2020	30-06-2021	31-12-2020
Loans (Note 30)	51,303	51,320	48,905	48,871
Fixed assets suppliers (Note 30)	19,360	20,703	6,542	3,296
Interest (Note 30)	-	-	743	1,097
Total	70,663	72,023	56,190	53,264

At 30 June 2021 and 31 December 2020, the debt posted in long-term fixed asset suppliers with Acek, Desarrollo y Gestión Industrial, S.L. corresponds to the purchase of the GESTAMP brand.

On 26 February 2019, it was agreed with Mitsui & Co. Ltd to extend its 171 million dollar loan to Gestamp North America, its December 2019 maturity being divided into three equal tranches maturing in December 2020, 2021 and 2022.

The breakdown of expected maturities for long-term borrowings with related parties is as follows (Note 30):

Description	Thousands of euros					Total 30-06-2021	Total 31-12-2020
	July 2022 to June 2023	July 2023 to June 2024	July 2024 to June 2025	July 2025 to June 2026	Beyond		
Loans	51,303	-	-	-	-	51,303	51,320
North America	46,614	-	-	-	-	46,614	46,626
Eastern Europe	4,689	-	-	-	-	4,689	4,694
Fixed assets suppliers	1,431	1,525	1,625	1,731	13,048	19,360	20,703
Western Europe	1,431	1,525	1,625	1,731	13,048	19,360	20,703

The detail of the maturities of the balance of this account as of 31 December 2020, is as follows:

Thousands of euros					
31-12-2020					
2022	2023	2024	2025	Beyond	Total
52,663	1,431	1,525	1,625	14,779	72,023

Interest rates on loans granted by related parties are at arm's length.

c.3) Other liabilities

Other non-current liabilities

The amounts included under this heading, broken down by item and maturity at 30 June 2021 and 31 December 2020, are as follows:

Description	Thousands of euros					Total 30-06-2021	Total 31-12-2020
	July 2022 to June 2023	July 2023 to June 2024	July 2024 to June 2025	July 2025 to June 2026	Beyond		
Loans from Ministry of Science and Technology	7,232	4,709	3,912	2,545	2,078	20,476	20,558

The detail of these amounts corresponds to companies included in the Western Europe segment.

The detail of the maturities of the balance of this account as of 31 December 2020, is as follows:

Thousands of euros					
31-12-2020					
2022	2023	2024	2025	Beyond	Total
7,237	4,639	3,964	2,559	2,159	20,558

Other current borrowed funds

At 30 June 2021 and 31 December 2020, this heading exclusively included new transactions arranged at short term to defer amounts with third parties as part of the Group's policy of protecting its liquidity and financial capacity, which entail an additional financial cost.

c.4) Operating leases (IFRS 16)

The operating lease commitments, recognised under this heading, correspond to the present value of the lease arrangements, in accordance with the application of IFRS 16 (applied from 1 January 2019).

The detail by type of asset, both short and long-term, at 30 June 2021 and 31 December 2020 is as follows:

Type of asset	Thousands of euros			Total 30-06-2021	Total 31-12-2020
	Short term	Between one and five years	More than five years		
Stores	5,736	18,123	24,765	48,624	49,945
Machinery	21,542	56,942	3,247	81,731	93,464
Offices	6,280	13,620	11,395	31,295	25,181
Plants	14,294	47,798	105,431	167,523	171,832
Tooling	6,403	23,210	-	29,613	29,247
Lands	2,894	10,558	21,408	34,860	34,853
Others	5,647	13,600	1,084	20,331	22,821
Total	62,796	183,851	167,330	413,977	427,343

At 30 June 2021, both long-term and short-term operating leases include debt with related parties in the amount of 13,630 thousand euros and 6,069 thousand euros, respectively (30,034 thousand euros and 8,721 thousand euros, respectively, at 31 December 2020) (Note 30).

The detail of the maturities of the balance of this account as of 31 December 2020, is as follows:

Thousands of euros			
31-12-2020			
Short term	Between one and five years	More than five years	Total
65,039	193,656	168,648	427,343

d) Other borrowed funds

Other non-current borrowed funds

The breakdown of the amounts included under this heading by maturity and segment at 30 June 2021 and 31 December 2020 is as follows:

Description	Thousands of euros					Total 30-06-2021	Total 31-12-2020
	July 2022 to June 2023	July 2023 to June 2024	July 2024 to June 2025	July 2025 to June 2026	Beyond		
Guarantees received	314	1	-	-	118	433	438
Western Europe	310	-	-	-	118	428	428
North America	4	-	-	-	-	4	9
Mercosur	-	1	-	-	-	1	1
Fixed assets suppliers	-	-	-	-	1,635	1,635	1,634
Western Europe	-	-	-	-	1,635	1,635	1,634
Other creditors	4,810	2,187	1,872	1,229	2,132	12,230	10,254
Western Europe	1,556	2,187	1,872	1,229	1,723	8,567	9,074
Mercosur	3,254	-	-	-	-	3,254	-
Asia	-	-	-	-	409	409	1,180
Total	5,124	2,188	1,872	1,229	3,885	14,298	12,326

The detail of the maturities relating to the balances at 31 December 2020 is as follows:

Thousands of euros					
31-12-2020					
2022	2023	2024	2025	Beyond	Total
1,767	2,491	2,144	1,829	4,095	12,326

Other current borrowings

The amounts included under this heading in the Interim Condensed Consolidated Balance Sheet, by item, are as follows:

Item	Thousands of euros	
	30-06-2021	31-12-2020
Fixed assets suppliers	72,738	170,318
<u>Dividends (Note 30)</u>	3	3
Dividends	3	3
Short term debts	23,624	47,882
Deposits and guarantees	488	520
Others	295	267
Total	97,148	218,990

At 31 December 2020, Current payables included an outstanding amount of 3,709 thousand euros relating to the acquisition of 100% of the shares of Gestamp Sorocaba Industria Autopeças Ltda. At 30 June 2021, the amount in this regard, which amounted to 3,254 thousand euros, was reclassified to Other payables - Other non-current liabilities as a result of the deferral of its payment to April 2023.

Note 23. Trade and other payables

a) Trade payables

	Thousands of euros	
	30-06-2021	31-12-2020
Trade accounts payable	974,721	823,053
Trade bills payable	151,170	195,526
Suppliers from related parties (Note 30)	375,636	442,178
Total	1,501,527	1,460,757

b) Other payables

	Thousands of euros	
	30-06-2021	31-12-2020
VAT payable	55,418	49,462
Tax withholdings payable	15,673	24,061
Other items payable to the tax authorities	26,836	19,240
Payable to social security	35,507	36,363
Other payables	3,392	3,886
Outstanding remuneration	153,979	129,003
Total	290,805	262,015

Note 24. Operating revenue

a) Revenue

The breakdown of revenue by category at 30 June 2021 and 30 June 2020, is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Parts, prototypes and components	3,717,458	2,760,397
Tooling	156,744	176,854
Byproducts and containers	190,346	86,444
Services rendered	10,927	21,574
Total	4,075,475	3,045,269

The geographical breakdown of consolidated Revenue was as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Western Europe	1,809,953	1,331,881
Spain	684,490	557,640
Germany	504,651	340,550
United Kingdom	211,404	171,396
France	236,677	143,288
Portugal	133,523	101,118
Sweden	19,211	11,770
Morocco	19,997	6,119
Eastern Europe	639,901	478,405
Turkey	152,522	121,818
Czech Republic	131,698	93,400
Russia	54,109	49,307
Poland	153,227	111,355
Hungary	44,161	32,078
Slovakia	59,139	41,973
Romania	26,559	16,779
Bulgaria	18,486	11,695
Mercosur	221,247	142,599
Brazil	175,187	119,630
Argentina	46,060	22,969
North America	889,799	664,548
USA	671,153	493,872
Mexico	218,646	170,676
Asia	514,575	427,836
China	403,838	333,927
India	57,148	41,081
South Korea	39,124	44,860
Japan	10,665	5,442
Thailand	3,684	2,441
Taiwan	116	85
	4,075,475	3,045,269

b) Other operating income

The breakdown Other operating income in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Other operating income	15,995	13,840
Capital grants transferred to income for the year (Note 20)	2,534	2,218
Excess provision for environmental actions and other liabilities	187	64
Own work capitalized	30,089	57,169
Other gains/losses	1,521	14,883
Gains/(losses) from disposals of intangible assets and PP&E	1,521	792
Other	-	14,091
Total	50,326	88,174

Other operating income at 30 June 2021 and 30 June 2020 included mainly third-party billings for transactions different from the companies' main activities.

Note 25. Operating expenses

a) Cost of materials used

The breakdown of Cost of materials used in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Purchases of goods and tools	131,797	166,198
Discounts on early payment purchases	(497)	(358)
Returns for purchases and similar transactions	(931)	(1,180)
Volume discounts	(2,624)	(2,839)
Change in inventories (*)	(36,446)	4,336
Purchases of raw materials	1,695,900	1,110,664
Consumption of other supplies	536,250	439,377
Work carried out by other companies	122,334	100,423
Losses due to impairment of goods, raw materials (*)	3,078	1,263
Reversal of impairment of goods, raw materials (*)	(2,409)	(1,386)
Total	2,446,452	1,816,498

(*) The total of these line items amounts to a net consumption of commodities of 35,777 thousand euros (Note 13).

b) Staff costs

The breakdown of Personnel expenses in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Salaries	586,548	535,751
Social security	102,525	89,358
Other welfare expenses	41,750	39,800
Total	730,823	664,909

Other welfare expenses include the amounts relating to contributions from defined contribution pension plans amounting to 1.05 million euros at 30 June 2021 (1.2 million euros at 30 June 2020) (Note 6.16).

c) Other operating expenses

The breakdown of Other operating expenses in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Operation and maintenance	309,118	237,426
Other external services	174,493	144,458
Taxes	20,642	15,922
Impairment of accounts receivable (Note 15.a))	(342)	345
Other gains/losses	2,336	1,830
Increase/ Application of provisions	100	1,830
Other	2,236	
Total	506,247	399,981

Operation and maintenance includes software lease expenses, of scant value and short duration, totalling 43,918 thousand euros at 30 June 2021 (34,659 thousand euros at 30 June 2020) (Note 29).

Note 26. Financial income and financial expense

a) Financial income

The breakdown of Financial income in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Income from investments in equity instruments	-	1
Income from current loans to third parties	-	1
Other finance income	5,001	3,967
Income from non-current loans to related parties (Note 30)	132	91
Income from non-current loans to third parties	673	118
Total	5,806	4,178

b) Financial expenses

The breakdown of Financial expenses in the Interim Condensed Consolidated Income Statement is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Interest on bank borrowings	60,077	61,000
Interest on discounted bills of exchange at banks	73	10
On trade factoring operations with credit institutions (Note 15.a))	2,498	3,366
Other finance expenses	2,813	4,884
Finance expenses IFRS 16	10,201	10,127
Finance expenses on update provisions	200	142
Interest from receivables, related parties (Note 30)	2,718	1,755
Total	78,580	81,284

The heading Finance costs in IFRS 16 includes the amounts corresponding to interest on lease liabilities with related parties, which amounted to 344 thousand euros at 30 June 2021 (791 thousand euros at 30 June 2020) (Note 30).

Note 27. Income tax

The Parent Company and its subsidiaries file their corporate income tax returns separately except:

- From January 1, 2014 on, the Parent Company chooses to apply the special fiscal consolidation regime, regulated under Basque Regional Law 11/2013. The subsidiaries included in this fiscal group are Gestamp Bizkaia, S.A; Gestamp Tooling Erandio, S.L.; Gestamp North Europe Services, S.L., Loire S.A.F.E., Gestamp Global Tooling S.L., Matricería Deusto S.L., Adral Matricería y Puesta a punto S.L., Gestamp Tool Hardening S.L., Gestamp Try Out Services S.L., Gestamp Technology Institute S.L., Autotech Engineering, S.L., Reparaciones Industriales Zaldibar, S.L. and Diede Die Development S.L.
- The subsidiaries Gestamp North America, Inc., Gestamp Alabama, Llc., Gestamp Mason, Llc., Gestamp Chattanooga, Llc., Gestamp Chattanooga II Llc., Gestamp South Carolina, Llc., Gestamp West Virginia, Llc. and Gestamp Washtenaw Llc. file a tax return according to fiscal transparency system.
- The subsidiaries Gestamp Griwe Haynrode GmbH and Gestamp Griwe Westerburg GmbH file a tax return according to a profit and loss transfer agreement.
- The subsidiaries Edscha Holding, GmbH, Edscha Automotive Hengersberg, GmbH, Edscha Automotive Hauzenberg, GmbH, Edscha Engineering, GmbH, Edscha Kunststofftechnik GmbH, Edscha Hengersberg Real Estate, GmbH and Edscha Hauzenberg Real Estate, GmbH file an income tax return in line with a profit and loss transfer agreement.
- The subsidiaries GMF Holding GmbH and Gestamp Umformtechnik GmbH file a tax return according to a profit and loss transfer agreement.
- The subsidiaries Gestamp Sweden, AB and Gestamp HardTech AB file a tax return according to a profit and loss transfer agreement.
- The subsidiaries Automotive Chassis Products UK Ltd, Gestamp Tallent Ltd, Gestamp Washington UK Ltd and Autotech Engineering R&D UK Ltd file a tax return in accordance with a profit and loss transfer agreement.

The detail of corporation tax income or expense at 30 June 2021 and 30 June 2020, in thousands of euros, is as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Current tax	46,251	19,137
Deferred tax	<u>(13,130)</u>	<u>(89,726)</u>
Deferred tax IFRS 16	(853)	(2,094)
Other	(12,277)	(87,632)
Other adjustments to tax expense	-	(51)
Total	33,121	(70,640)

Note 28. Earnings per share

Basic earnings per share are calculated by dividing the profit for the year attributable to shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share are also calculated by adjusting the profit attributable to ordinary equity holders of the Parent Company and the weighted average number of ordinary shares outstanding by all the dilutive effects inherent to potential ordinary shares.

Basic and diluted earnings per share for the first half of 2021 and for 2020 are as follows:

	30-06-2021	30-06-2020
Profit attributable to the shareholders of the Parent Company (Thousands of euros)	82,839	(198,500)
Loss from discontinued activities attributable to the shareholders of the Parent company (Thousands of euros)	-	-
Weighted average number of ordinary shares outstanding (Thousands of shares)	574,605	574,371
Basic earnings per share from continuing operations (Euros per share)	0.14	(0.35)
Basic earnings per share from discontinued operations (Euros per share)	-	-
Diluted earnings per share from continuing operations (Euros per share)	0.14	(0.35)

The calculation of the weighted average number of ordinary shares at 30 June 2021 does not include the average number of own shares in the first six months of 2021, which amounted to 909 thousand shares (1.143 thousand shares in the first six months of 2020).

Note 29. Commitments

The Group is lessee of buildings, warehouses, machinery and vehicles. At 1 January 2019, the Group implemented the transition to IFRS 16 without modifying the comparative figures for the previous year.

The information relating to the lease arrangements at 30 June 2021 was included in the corresponding Notes, by type (Note 11 and Note 22.c.4)).

The amount recognised as a lease expense at 30 June 2021 and 30 June 2020 relates to agreements of one year or less, which are not material, and to lease arrangements that may be similar to the provision of services, totalling 43,918 thousand euros (34,659 thousand euros at 30 June 2020), recognised under Other operating expenses (Note 25.c)).

The commitments acquired by Group companies relating to the acquisition of fixed assets and tools amounted to 331 million euros at 30 June 2021 (301 million euros at 31 December 2020) and it is foreseeable that they will be executed from 2021 to 2024.

The Group has no guarantees granted to third parties. The amount of guarantees received by the Group from financial institutions and provided to third parties at 30 June 2021 amounts to 131 million euros (137 million euros at 31 December 2020).

Note 30. Related party transactions

Balances and transactions with related parties

At 30 June 2021 and 30 June 2020, transactions with Related Parties are as follows:

	Thousands of euros	
	30-06-2021	30-06-2020
Revenue		
Sales of goods	(353,814)	(204,998)
Services rendered	(3,753)	(2,475)
Finance income	(132)	(91)
Expenses		
Purchases	704,261	500,311
Services received	25,132	27,171
Finance expenses	2,718	1,755
Finance expenses IFRS 16	344	791

Receivable balance: positive / Balance payable: negative

The related parties in the following tables are subsidiaries and associates of the Acek Desarrollo y Gestión Industrial, S.L. Group in which the Parent Company does not directly or indirectly hold any ownership interests.

Sales included in the accompanying tables detailing transactions with related parties relate mainly to the sale of by-products, while the most significant purchases relate to the supply of steel and services received for machine shop and steel cutting works.

There are no purchase commitments with related parties that are not related to the Group's own production activity.

The breakdown of receivables from and payables to related parties at 30 June 2021 were as follows:

30-06-2021			
Company	Thousands of euros	Company	Thousands of euros
Shareholders		Related parties	
JSC Karelsky Okatysh	(4,689)	Gonvauto Thüringen, GMBH	74
Mitsui & Co., Ltd.	(46,614)	Associates	
Total non-current loans (Note 22.c.2)	(51,303)	Total Debtors, related parties (Note 15.b)	74
Shareholders		Shareholders	
Mitsui & Co., Ltd.	(46,614)	Acek Desarrollo y Gestión Industrial, S.L.	(1,343)
Tuyauto, S.A.	(2,198)	Related parties	
Related parties		Gescrap Autometal México, S.A. de C.V.	(6)
Gescrap Bilbao, S.L.	(93)	Gonvarri Czech, S.R.O.	(4,971)
Total current loans (Note 22.c.2)	(48,905)	Associates	
Shareholders		Kunshan Gestool Tooling Manufacturing Co, Ltd	(222)
Beijing Hainachuan Automotive Parts Co., Ltd.	(2,948)	Total short-term asset suppliers (Note 22.c.2)	(6,542)
Related parties		Shareholders	
Gonvarri Czech, S.R.O.	(5,869)	Acek Desarrollo y Gestión Industrial, S.L.	(19,360)
Gonvarri Polska SP, Z.o.o.	(1,058)	Total long-term asset suppliers (Note 22.c.2)	(19,360)
Gonvauto Navarra, S.A.	(996)	Shareholders	
Associates		Acek Desarrollo y Gestión Industrial, S.L.	(226)
Gestión Global de Matricería, S.L.	(2,759)	JSC Karelsky Okatysh	(133)
Total Non-current operating leases (IFRS 16) (Note 22.c.4)	(13,630)	Mitsui & Co., Ltd.	(348)
Shareholders		Related parties	
Beijing Hainachuan Automotive Parts Co., Ltd.	(2,214)	Gonvarri I. Centro Servicios, S.L.	(36)
Related parties		Total interest payable (Note 22.c.2)	(743)
Gonvarri Czech, S.R.O.	(1,913)	Shareholders	
Gonvarri Polska SP, Z.o.o.	(410)	Others shareholders	(3)
Gonvauto Navarra, S.A.	(298)	Total Dividends payable (Note 22.d)	(3)
Associates		Shareholders	
Gestión Global de Matricería, S.L.	(1,234)	Beijing Hainachuan Automotive Parts Co., Ltd.	(1,089)
Total Current operating leases (IFRS 16) (Note 22.c.4)	(6,069)	Related parties	
Associates		ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	(40,329)
Gestión Global de Matricería, S.L.	21,400	Dongguan Gonvarri Center, LTD.	(2,128)
Total Non-current Loans	21,400	Gescrap Autometal Comercio de Sucatas, S.A.	(5)
Associates		Gescrap Autometal México, S.A. de C.V.	(3)
Gestión Global de Matricería, S.L.	219	Gescrap GmbH	(8)
Total Interest receivable	219	Gescrap Hungary, Kft.	(1)
Related parties		Gescrap Navarra, S.L.	(1)
GES Recycling USA Llc.	6,795	Gescrap Slovakia S.R.O.	(10)
GES Recycling, Ltd.	1	Gonvarri Argentina, S.A.	(4,185)
Gescrap Aragón, S.L.	184	Gonvarri Czech, S.R.O.	1,768
Gescrap Autometal Comercio de Sucatas, S.A.	799	Gonvarri Galicia, S.A.	(43,768)
Gescrap Autometal México, S.A. de C.V.	1,068	Gonvarri I. Centro Servicios, S.L.	(119,209)
Gescrap Bilbao, S.L.	4,284	Gonvarri Polska SP, Z.o.o.	(20,259)
Gescrap Centro, S.L.	1,684	Gonvarri Ptos. Siderúrgicos, S.A.	(19,387)
Gescrap Czech, S.R.O.	194	Gonvauto Asturias, S.L.	(3,187)
Gescrap France S.A.R.L.	4,334	Gonvauto Navarra, S.A.	(8,864)
Gescrap GmbH	6,419	Gonvauto Puebla, S.A. de C.V.	(28,209)
Gescrap Hungary, Kft.	340	Gonvauto South Carolina Llc.	(19,690)
Gescrap India Private Limited	85	Gonvauto Thüringen, GMBH	(8,667)
Gescrap Navarra, S.L.	850	Gonvauto, S.A.	(20,421)
Gescrap Noroeste, S.L.U.	381	Gonvvama, Ltd.	(30)
Gescrap Polska SP, ZOO.	3,073	Industrial Ferrodistribuidora, S.L.	(4,063)
Gescrap Romania, S.R.L.	557	Inmobiliaria Acek, S.L.	(96)
Gescrap Rusia, Ltd.	1	Láser Automotive Barcelona, S.L.	(553)
Gescrap Slovakia S.R.O.	130	Severstal Gonvarri Kaluga, LLC	(4,724)
Gonvarri I. Centro Servicios, S.L.	355	Steel & Alloy, Ltd.	(3,552)
Gonvarri Industrial, S.A.	733	Associates	
Gonvarri Polska SP, Z.o.o.	19	Etem Gestamp Aliminium Extrusions, S.A.	(1,906)
Gonvauto Asturias, S.L.	156	Gestión Global de Matricería, S.L.	(423)
Gonvauto Navarra, S.A.	1,100	GGM Puebla, S.A. de C.V.	(3,313)
Gonvauto Puebla, S.A. de C.V.	2,038	Global Laser Araba, S.L.	(3,800)
Gonvauto South Carolina Llc.	22,285	Ingeniería y Construcción Matrices, S.A.	(4,870)
Gonvauto Thüringen, GMBH	280	IxCxT, S.A.	(534)
Gonvauto, S.A.	246	Kunshan Gestool Tooling Manufacturing Co, Ltd	(10,120)
Gonvvama, Ltd.	68	Total Suppliers, related parties (Note 23.a)	(375,636)
GS Hot-Stamping Co., Ltd.	5		
Industrial Ferrodistribuidora, S.L.	842		
Láser Automotive Barcelona, S.L.	109		
Road Steel Engineering, S.L.	5		
Steel & Alloy, Ltd.	46		
Associates			
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	68,220		
Gestión Global de Matricería, S.L.	632		
GGM Puebla, S.A. de C.V.	3,683		
Global Laser Araba, S.L.	6		
Ingeniería y Construcción Matrices, S.A.	5145		
IxCxT, S.A.	644		
Kunshan Gestool Tooling Manufacturing Co, Ltd	16266		
Total Trade receivables from related parties (Note 15.a)	154,062		
		Total debit/credit balances	(346,436)

The breakdown of receivables from and payables to related parties at 31 December 2020 were as follows:

31-12-2020		31-12-2020	
Company	Thousands of euros	Company	Thousands of euros
Shareholders		Related parties	
JSC Karelsky Okatysh	(4,694)	Gonvauto Thüringen, GMBH	75
Mitsui & Co., Ltd.	(46,626)	Total Debtors, related parties (Note 15.b))	75
Total non-current loans (Note 22.c.2))	(51,320)	Shareholders	
Shareholders		Acec Desarrollo y Gestión Industrial, S.L.	(2,443)
Mitsui & Co., Ltd.	(46,626)	Related parties	
Tuyauto, S.A.	(2,153)	Gescrap Autometal México, S.A. de C.V.	(2)
Related parties		Associates	
Gescrap Bilbao, S.L.	(92)	Kunshan Gestool Tooling Manufacturing Co, Ltd	(851)
Total current loans (Note 22.c.2))	(48,871)	Total short-term asset suppliers (Note 22.c.2))	(3,296)
Shareholders		Shareholders	
Beijing Hainachuan Automotive Parts Co., Ltd.	(3,889)	Acec Desarrollo y Gestión Industrial, S.L.	(20,703)
Related parties		Total long-term asset suppliers (Note 22.c.2))	(20,703)
Gonvarri Czech, S.R.O.	(6,822)	Shareholders	
Gonvarri Polska SP, Z.o.o.	(1,238)	Acec Desarrollo y Gestión Industrial, S.L.	(1,080)
Gonvauto Navarra, S.A.	(1,144)	JSC Karelsky Okatysh	(4)
Inmobiliaria Acec, S.L.	(10,412)	Mitsui & Co., Ltd.	23
Associates		Related parties	
Gestión Global de Matricería, S.L.	(6,529)	Gonvarri I. Centro Servicios, S.L.	(36)
Total Non-current operating leases (IFRS 16) (Note 22.c.4))	(30,034)	Total interest payable (Note 22.c.2))	(1,097)
Shareholders		Shareholders	
Beijing Hainachuan Automotive Parts Co., Ltd.	(2,054)	Others shareholders	(3)
Related parties		Total Dividends payable (Note 22.d))	(3)
Gonvarri Czech, S.R.O.	(1,885)	Shareholders	
Gonvarri Polska SP, Z.o.o.	(395)	Acec Desarrollo y Gestión Industrial, S.L.	(5,724)
Gonvauto Navarra, S.A.	(294)	Beijing Hainachuan Automotive Parts Co., Ltd.	(292)
Inmobiliaria Acec, S.L.	(1,316)	Related parties	
Associates		ÁrcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	(30,749)
Gestión Global de Matricería, S.L.	(2,777)	Dongguan Gonvarri Center, LTD.	(2,857)
Total Current operating leases (IFRS 16) (Note 22.c.4))	(8,721)	Gescrap Autometal Comercio de Sucatas, S.A.	(5)
Associates		Gescrap Autometal México, S.A. de C.V.	(2)
Gestión Global de Matricería, S.L.	21,400	Gescrap Bilbao, S.L.	(15)
Total Non-current Loans (Note 12.a.2))	21,400	Gescrap France S.A.R.L.	(14)
Associates		Gescrap GmbH	(13)
Gestión Global de Matricería, S.L.	129	Gescrap Navarra, S.L.	(2)
Total Interest receivable	129	Gescrap Slovakia S.R.O.	(976)
Related parties		Gonvarri Argentina, S.A.	(4,376)
GES Recycling USA Llc.	4,918	Gonvarri Czech, S.R.O.	(42)
GES Recycling, Ltd.	5	Gonvarri Galicia, S.A.	(44,919)
Gescrap Aragón, S.L.	110	Gonvarri I. Centro Servicios, S.L.	(150,731)
Gescrap Autometal Comercio de Sucatas, S.A.	329	Gonvarri Polska SP, Z.o.o.	(30,835)
Gescrap Autometal México, S.A. de C.V.	1,315	Gonvarri Ptos. Siderúrgicos, S.A.	(30,710)
Gescrap Bilbao, S.L.	2,736	Gonvauto Asturias, S.L.	(4,198)
Gescrap Centro, S.L.	1,376	Gonvauto Navarra, S.A.	(12,992)
Gescrap Czech, S.R.O.	107	Gonvauto Puebla, S.A. de C.V.	(25,696)
Gescrap France S.A.R.L.	2,926	Gonvauto South Carolina Llc.	(3,199)
Gescrap GmbH	3,878	Gonvauto Thüringen, GMBH	(15,949)
Gescrap Hungary, Kft.	345	Gonvauto, S.A.	(29,510)
Gescrap India Private Limited	20	Industrial Ferrodistribuidora, S.L.	(6,671)
Gescrap Navarra, S.L.	350	Inmobiliaria Acec, S.L.	(274)
Gescrap Noroeste, S.L.U.	554	Láser Automotive Barcelona, S.L.	(939)
Gescrap Polska SP, ZOO.	1,583	Severstal Gonvarri Kaluga, LLC	(4,559)
Gescrap Romania, S.R.L.	367	Steel & Alloy, Ltd.	(4,577)
Gescrap Slovakia S.R.O.	627	Associates	
Gonvarri Czech, S.R.O.	70	Etem Gestamp Aliminium Extrusions, S.A.	(2,157)
Gonvarri Galicia, S.A.	50	Gestamp Auto Components Sales (Tianjin) Co., Ltd.	(8,548)
Gonvarri I. Centro Servicios, S.L.	1,232	Gestión Global de Matricería, S.L.	(326)
Gonvarri Industrial, S.A.	590	GGM Puebla, S.A. de C.V.	(3,222)
Gonvarri Polska SP, Z.o.o.	10	Global Laser Araba, S.L.	(3,701)
Gonvauto Asturias, S.L.	403	Ingeniería y Construcción Matrices, S.A.	(3,564)
Gonvauto Navarra, S.A.	392	IXcT, S.A.	(567)
Gonvauto Puebla, S.A. de C.V.	3,424	Kunshan Gestool Tooling Manufacturing Co, Ltd	(9,267)
Gonvauto South Carolina Llc.	2,942	Total Suppliers, related parties (Note 23.a))	(442,178)
Gonvauto Thüringen, GMBH	305		
Gonvauto, S.A.	97		
Gonvama, Ltd.	483		
GS Hot-Stamping Co., Ltd.	5		
Industrial Ferrodistribuidora, S.L.	1,435		
Láser Automotive Barcelona, S.L.	70		
Road Steel Engineering, S.L.	2		
Steel & Alloy, Ltd.	98		
Associates			
Etem Gestamp Aliminium Extrusions, S.A.	1		
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	48,095		
Gestión Global de Matricería, S.L.	614		
GGM Puebla, S.A. de C.V.	3,425		
Global Laser Araba, S.L.	30		
Ingeniería y Construcción Matrices, S.A.	4,376		
IXcT, S.A.	403		
Kunshan Gestool Tooling Manufacturing Co, Ltd	10,095		
Total Trade receivables from related parties (Note 15.a))	100,193		
		Total debit/credit balances	(484,426)

The breakdown of transactions with related parties at 30 June 2021 was as follows:

30-06-2021			
Company	Thousands of euros	Company	Thousands of euros
Related parties		Related parties	
Dongguan Gonvarri Center, LTD.	(42)	ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	57,156
GES Recycling USA Llc.	(35,797)	Dongguan Gonvarri Center, LTD.	11,509
GES Recycling, Ltd.	(7,938)	Gonvarri Argentina, S.A.	15,878
Gescrap Aragón, S.L.	(1,139)	Gonvarri Galicia, S.A.	56,902
Gescrap Autometal Comercio de Sucatas, S.A.	(8,473)	Gonvarri I. Centro Servicios, S.L.	172,800
Gescrap Autometal México, S.A. de C.V.	(10,119)	Gonvarri Polska SP, Z.o.o.	56,456
Gescrap Bilbao, S.L.	(16,087)	Gonvarri Ptos. Siderúrgicos, S.A.	23,665
Gescrap Centro, S.L.	(5,322)	Gonvauto Asturias, S.L.	5,359
Gescrap Czech, S.R.O.	(1,063)	Gonvauto Navarra, S.A.	13,907
Gescrap France S.A.R.L.	(14,892)	Gonvauto Puebla, S.A. de C.V.	62,442
Gescrap GmbH	(22,126)	Gonvauto South Carolina Llc.	56,612
Gescrap Hungary, Kft.	(384)	Gonvauto Thüringen, GMBH	56,226
Gescrap India Private Limited	(4,049)	Gonvauto, S.A.	26,858
Gescrap Navarra, S.L.	(4,271)	Gonvvama, Ltd.	129
Gescrap Noroeste, S.L.U.	(1,954)	Industrial Ferrodistribuidora, S.L.	8,974
Gescrap Polska SP, ZOO.	(10,175)	Láser Automotive Barcelona, S.L.	181
Gescrap Romania, S.R.L.	(1,732)	Severstal Gonvarri Kaluga, LLC	21,995
Gescrap Rusia, Ltd.	(6)	Steel & Alloy, Ltd.	43,102
Gescrap Slovakia S.R.O.	(1,366)	Associates	
Gonvarri I. Centro Servicios, S.L.	(735)	Etem Gestamp Aliminium Extrusions, S.A.	13,281
Gonvauto Asturias, S.L.	(467)	GGM Puebla, S.A. de C.V.	638
Gonvauto Navarra, S.A.	(2,573)	Kunshan Gestool Tooling Manufacturing Co, Ltd	191
Gonvauto Puebla, S.A. de C.V.	(5,925)	Total Purchases	704,261
Gonvauto South Carolina Llc.	(34,951)	Shareholders	
Gonvauto Thüringen, GMBH	(505)	Acek Desarrollo y Gestión Industrial, S.L.	1,466
Gonvauto, S.A.	(4,792)	Beijing Hainachuan Automotive Parts Co., Ltd.	445
Industrial Ferrodistribuidora, S.L.	(984)	Related parties	
Láser Automotive Barcelona, S.L.	(123)	ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	56
Associates		Dongguan Gonvarri Center, LTD.	1
Etem Gestamp Aliminium Extrusions, S.A.	(2)	GES Recycling, Ltd.	2
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	(155,018)	Gescrap Autometal Comercio de Sucatas, S.A.	3
GGM Puebla, S.A. de C.V.	(115)	Gescrap Autometal México, S.A. de C.V.	3
Ingeniería y Construcción Matrices, S.A.	(594)	Gescrap Bilbao, S.L.	18
Kunshan Gestool Tooling Manufacturing Co, Ltd	(95)	Gescrap France S.A.R.L.	23
Total Sales	(353,814)	Gescrap GmbH	285
Shareholders		Gescrap Hungary, Kft.	1
Acek Desarrollo y Gestión Industrial, S.L.	(1,000)	Gescrap Navarra, S.L.	7
Related parties		Gescrap Slovakia S.R.O.	1,402
GES Recycling USA Llc.	(2)	Gonvarri Argentina, S.A.	5
Gescrap Autometal México, S.A. de C.V.	(128)	Gonvarri Czech, S.R.O.	1,288
Gescrap France S.A.R.L.	(7)	Gonvarri Galicia, S.A.	10
Gescrap Polska SP, ZOO.	(59)	Gonvarri I. Centro Servicios, S.L.	19
Gescrap Romania, S.R.L.	(26)	Gonvarri Polska SP, Z.o.o.	44
Gescrap Slovakia S.R.O.	(331)	Gonvarri Ptos. Siderúrgicos, S.A.	104
Gonvarri Industrial, S.A.	(55)	Gonvauto Asturias, S.L.	15
Gonvarri Polska SP, Z.o.o.	(15)	Gonvauto Navarra, S.A.	241
Gonvauto Asturias, S.L.	-	Gonvauto Puebla, S.A. de C.V.	11
Gonvauto Thüringen, GMBH	(19)	Gonvauto South Carolina Llc.	4,505
Gonvvama, Ltd.	(637)	Gonvauto Thüringen, GMBH	1
GRI Renewable industries, S.L.	(8)	Gonvauto, S.A.	2
Road Steel Engineering, S.L.	(13)	Gonvvama, Ltd.	13
Associates		Inmobiliaria Acek, S.L.	603
Etem Gestamp Aliminium Extrusions, S.A.	(3)	Láser Automotive Barcelona, S.L.	1,177
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	(185)	Associates	
Gestión Global de Matricería, S.L.	(21)	Etem Gestamp Aliminium Extrusions, S.A.	503
GGM Puebla, S.A. de C.V.	(329)	Gestión Global de Matricería, S.L.	1,571
Global Laser Araba, S.L.	(33)	GGM Puebla, S.A. de C.V.	2,503
Ingeniería y Construcción Matrices, S.A.	(210)	Global Laser Araba, S.L.	3,575
IxCxT, S.A.	(279)	Ingeniería y Construcción Matrices, S.A.	3,344
Kunshan Gestool Tooling Manufacturing Co, Ltd	(393)	IxCxT, S.A.	1,217
Total Services rendered	(3,753)	Kunshan Gestool Tooling Manufacturing Co, Ltd	669
Related parties		Total Services received	25,132
Gonvarri Czech, S.R.O.	(42)	Shareholders	
Associates		Acek Desarrollo y Gestión Industrial, S.L.	586
Gestión Global de Matricería, S.L.	(90)	JSC Karelsky Okatysh	129
Total Financial income (Note 26.a))	(132)	Mitsui & Co., Ltd.	740
		Tuyauto, S.A.	7
		Related parties	
		ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	796
		Gonvarri Galicia, S.A.	151
		Gonvarri I. Centro Servicios, S.L.	110
		Gonvarri Ptos. Siderúrgicos, S.A.	101
		Gonvauto Navarra, S.A.	12
		Gonvauto Puebla, S.A. de C.V.	54
		Gonvauto, S.A.	23
		Industrial Ferrodistribuidora, S.L.	9
		Total Financial expenses (Note 26.b))	2,718
		Shareholders	
		Beijing Hainachuan Automotive Parts Co., Ltd.	93
		Related parties	
		Gonvarri Czech, S.R.O.	130
		Gonvarri Polska SP, Z.o.o.	27
		Gonvauto Navarra, S.A.	21
		Associates	
		Gestión Global de Matricería, S.L.	73
		Total Financial expenses IFRS 16 (Note 26.b))	344

The breakdown of transactions with related parties at 30 June 2020 was as follows:

30-06-2020			
Company	Thousands of euros	Company	Thousands of euros
Related parties		Related parties	
GES Recycling USA Llc.	(16,103)	ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	36,913
GES Recycling, Ltd.	(841)	Dongguan Gonvarri Center, LTD.	9,791
Gescrap Aragón, S.L.	(414)	Gonvarri Argentina, S.A.	6,685
Gescrap Autometal Comercio de Sucatas, S.A.	(3,670)	Gonvarri Galicia, S.A.	34,410
Gescrap Autometal México, S.A. de C.V.	(4,484)	Gonvarri I. Centro Servicios, S.L.	130,093
Gescrap Bilbao, S.L.	(8,553)	Gonvarri Polska SP, Z.o.o.	51,177
Gescrap Centro, S.L.	(2,599)	Gonvarri Ptos. Siderúrgicos, S.A.	16,852
Gescrap Czech, S.R.O.	(474)	Gonvauto Asturias, S.L.	5,730
Gescrap France S.A.R.L.	(4,836)	Gonvauto Navarra, S.A.	8,596
Gescrap GmbH	(9,750)	Gonvauto Puebla, S.A. de C.V.	35,999
Gescrap Hungary, Kft.	(970)	Gonvauto South Carolina Llc.	18,090
Gescrap India Private Limited	(1,093)	Gonvauto Thüringen, GMBH	45,042
Gescrap Navarra, S.L.	(1,619)	Gonvauto, S.A.	21,603
Gescrap Noroeste, S.L.U.	(1,047)	Industrial Ferrodistribuidora, S.L.	7,610
Gescrap Polska SP, ZOO.	(5,694)	Láser Automotive Barcelona, S.L.	102
Gescrap Romania, S.R.L.	(622)	Severstal Gonvarri Kaluga, LLC	18,587
Gescrap Rusia, Ltd.	(1)	Steel & Alloy, Ltd.	41,074
Gescrap Slovakia S.R.O.	(434)	Associates	
Gonvarri I. Centro Servicios, S.L.	539	Etem Gestamp Aluminio Extrusions, S.A.	10,014
Gonvauto Asturias, S.L.	(988)	GGM Puebla, S.A. de C.V.	1,871
Gonvauto Navarra, S.A.	(1,464)	Kunshan Gestool Tooling Manufacturing Co, Ltd	72
Gonvauto Puebla, S.A. de C.V.	(3,695)	Total Purchases	500,311
Gonvauto South Carolina Llc.	(6,187)	Shareholders	
Gonvauto Thüringen, GMBH	(777)	Acek Desarrollo y Gestión Industrial, S.L.	6,493
Gonvauto, S.A.	(3,155)	Beijing Hainachuan Automotive Parts Co., Ltd.	618
Láser Automotive Barcelona, S.L.	(45)	Related parties	
Associates		ArcelorMittal Gonvarri Brasil Ptos. Siderúrgicos, S.A.	91
Etem Gestamp Aluminio Extrusions, S.A.	(7)	Dongguan Gonvarri Center, LTD.	2
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	(125,336)	Gescrap Autometal Comercio de Sucatas, S.A.	21
GGM Puebla, S.A. de C.V.	(97)	Gescrap Autometal México, S.A. de C.V.	2
Ingeniería y Construcción Matrices, S.A.	(414)	Gescrap GmbH	75
Kunshan Gestool Tooling Manufacturing Co, Ltd	(168)	Gescrap Navarra, S.L.	6
Total Sales	(204,998)	Gescrap Slovakia S.R.O.	1,175
Shareholders		Gonvarri Argentina, S.A.	65
Acek Desarrollo y Gestión Industrial, S.L.	(113)	Gonvarri Czech, S.R.O.	877
Related parties		Gonvarri Galicia, S.A.	15
Acek energías renovables, S.L.	(463)	Gonvarri I. Centro Servicios, S.L.	30
GES Recycling USA Llc.	(3)	Gonvarri Polska SP, Z.o.o.	55
Gescrap Autometal México, S.A. de C.V.	(48)	Gonvarri Ptos. Siderúrgicos, S.A.	106
Gescrap Hungary, Kft.	(2)	Gonvauto Asturias, S.L.	21
Gescrap Polska SP, ZOO.	(18)	Gonvauto Navarra, S.A.	169
Gescrap Romania, S.R.L.	(26)	Gonvauto Puebla, S.A. de C.V.	1
Gescrap Slovakia S.R.O.	(27)	Gonvauto South Carolina Llc.	4,157
Gonvarri I. Centro Servicios, S.L.	(2)	Gonvauto Thüringen, GMBH	1
Gonvarri Industrial, S.A.	(72)	Gonvama, Ltd.	16
Gonvarri Polska SP, Z.o.o.	(5)	Industrial Ferrodistribuidora, S.L.	6
Gonvarri Ptos. Siderúrgicos, S.A.	(34)	Inmobiliaria Acek, S.L.	437
Gonvauto Asturias, S.L.	(12)	Láser Automotive Barcelona, S.L.	925
Gonvauto Thüringen, GMBH	(44)	Associates	
Gonvauto, S.A.	(10)	Etem Gestamp Aluminio Extrusions, S.A.	386
Gonvama, Ltd.	(567)	Gestión Global de Matricería, S.L.	788
GRI Renewable industries, S.L.	(24)	GGM Puebla, S.A. de C.V.	4,196
Road Steel Engineering, S.L.	(12)	Global Laser Araba, S.L.	2,406
Associates		Ingeniería y Construcción Matrices, S.A.	2,384
Gestamp Auto Components Sales (Tianjin) Co., Ltd.	(11)	IxCXT, S.A.	748
Gestión Global de Matricería, S.L.	(17)	Kunshan Gestool Tooling Manufacturing Co, Ltd	899
GGM Puebla, S.A. de C.V.	(352)	Total Services received	27,171
Global Laser Araba, S.L.	(30)	Shareholders	
Ingeniería y Construcción Matrices, S.A.	(212)	Acek Desarrollo y Gestión Industrial, S.L.	619
IxCXT, S.A.	(66)	JSC Karelsky Okatysh	132
Kunshan Gestool Tooling Manufacturing Co, Ltd	(305)	Mitsui & Co., Ltd.	678
Total Services rendered	(2,475)	Tuyauto, S.A.	8
Associates		Related parties	
Gestión Global de Matricería, S.L.	(91)	Gonvarri Galicia, S.A.	54
Total Financial income (Note 26.a)	(91)	Gonvarri I. Centro Servicios, S.L.	76
		Gonvarri Ptos. Siderúrgicos, S.A.	97
		Gonvauto Navarra, S.A.	8
		Gonvauto Puebla, S.A. de C.V.	54
		Gonvauto, S.A.	21
		Industrial Ferrodistribuidora, S.L.	8
		Total Financial expenses (Note 26.b)	1,755
		Related parties	
		Beijing Hainachuan Automotive Parts Co., Ltd.	128
		Related parties	
		Gonvarri Czech, S.R.O.	159
		Gonvarri Polska SP, Z.o.o.	34
		Gonvauto Navarra, S.A.	25
		Inmobiliaria Acek, S.L.	252
		Associates	
		Gestión Global de Matricería, S.L.	193
		Total Financial expenses IFRS 16 (Note 26.b)	791

Note 31. Financial risk management

The Group uses the review of business plans, the study of the relationship between exposure and the present value of the cash flows arising from an investment, and the accounting vision that allows the assessment of the state and development of the different risk situations for financial risk management.

31.1 Financial risk factors

In compliance with prevailing legislation, below is a description of the main financial risks to which the Group is exposed:

- Market risk
 - Exchange rate risk
 - Interest rate risk
- Liquidity risk
- Credit risk
- Commodity price risk

Exchange rate risk

The exchange rate risk mainly arises from: (i) the Group's international diversification, which leads it to invest and obtain income, results and cash flows in currencies other than the euro, (ii) payables in currencies other than those of the countries in which the companies are located that have taken the debt and (iii) accounts receivable or payable in foreign currency from the standpoint of the company recognising the transaction.

The fluctuation in the exchange rate of the currency in which a given transaction is carried out against the accounting currency may have a negative or positive impact on profit or loss and equity.

The Group operates in the following currencies:

Euro	US dollar	Mexican peso
Argentine peso	Brazilian real	Sterling pound
Swedish crown	Polish zloty	Hungarian forint
Turkish lira	Indian rupee	Korean won
Chinese renminbi	Russian ruble	Czech crown
Japanese yen	Thai Baht	Romanian leu
Taiwanese dollar	Moroccan dirham	Bulgarian lev

To manage exchange rate risk, the Group uses (or evaluates the possibility of using) a series of financial instruments, basically (Note 22.b.1)):

- A. Foreign currency forward contracts: These arrangements lock in the price at which an entity can buy or sell a currency on a set date; the timing can be adjusted to align the transactions with the hedged cash flows.
- B. Options: The objective is to seek to protect against the negative impact of any exchange rate exposure, or any price ranges, or to fix a maximum or minimum exchange rate (collar or tunnel) on the date of settlement, or structures with a minimum cost or even zero (by renouncing benefits in different scenarios in exchange for achieving protection in other scenarios).

Interest rate risk

The Group's borrowings mainly bear interest at floating rates to the extent that rate fluctuations affect cash flows and how they are reflected in Finance costs. The Group mitigates this risk by using interest rate derivative financial instruments, mainly swaps, by which it converts the floating rate on a loan into a fixed rate. It may swap the rate on a portion of the loan or on the entire loan, and for its entire duration or a part thereof (Note 22.b.1)).

The Group's borrowings accrue a floating rate indexed to the Euribor, Dollar Libor and other foreign exchange interbank indexes. Conversely, the bonds issued by the Group on May 2016 and April 2018 accrue a fixed interest rate.

The Group's financial debt accrues both a floating and a fixed rate as a consequence of seeking a balance in the financial expenses, adapting them to the economic cycle, the interest rate (short and long term) and their foreseeable development and the financing alternatives (especially the terms, costs and depreciation). It is also influenced by the changes in debt, which leads to using the facilities and performing repayments dynamically, based on the agreement facilities.

Liquidity risk

Liquidity risk is evaluated as the risk that the Group will not be able to service its payment commitments as a result of adverse conditions in the debt and/or equity markets that prevent or hinder its capital raising efforts or cash liquidity needs exceeding those budgeted.

The Group manages liquidity risk looking for cash availability to cover its cash needs and debt maturity for a period of 12 months, thereby avoiding the need to raise funds on disadvantageous terms to cover short term needs. The available liquidity comprises cash and cash equivalents and undrawn credit lines, according to the Interim Condensed Consolidated Balance Sheet, without adjusting them proportionally by the shareholdings, or by resources in subsidiaries subject to administrative authorisations.

At 30 June 2021, cash and cash equivalents amounted to 1,417.9 million euros, short-term investments amounted to 36.3 million euros and unused credit facilities amounted to 475.4 million euros and the undrawn Revolving Credit Facility amounted to 325 million, therefore the total cash and equivalents amounted to 2,254.6 million euros (Note 4.4)). Financial debt maturing under 12 months amounted to 816.9 million euros. At 30 June 2021, the cash flows from operating activities were positive in the amount of 340.4 million euros, which, compared to cash flows from investing activities (excluding intercompany purchases and sales) which were negative in the amount of 323.4 million euros, represents an excess of positive flows in the amount of 16.9 million euros.

Liquidity risk management in the next 12 months is complemented with the management of the debt maturity profile, seeking an appropriate average maturity and refinancing in advance the short term maturities, especially in the first three years. At 30 June 2021, the average maturity of the Group's net financial debt is 4.37 years (estimated considering the use of long-term cash and credit lines to repay short-term debt).

In 2020, novation contracts were signed to amend the agreements that include obligations to comply with certain financial ratios in order to adapt certain clauses of these agreements to the situation arising from COVID-19. These adaptations included a liquidity ratio whereby the Group will have liquidity of at least 200 million euros up to and including 30 June 2021, which replaces the requirement

to comply with these financial ratios. The total amount of loans that have been novated in this regard amounts to 1,991 million euros.

Working capital can be defined as the permanent financial resources that finance the company's current activities, that is, the portion of current assets financed with long-term funds. At 30 June 2021, the positive working capital amounts to 423 million euros, calculated as the difference between the long-term financing debt (3,118 million euros) equity (2,047 million euros), less net fixed assets (excluding deferred tax assets) (4,742 million euros). This working capital exceeds the working capital related to EBITDA, which amounted to -49 million euros at 30 June 2021.

Credit risk

Credit risk is concentrated primarily in the Group's accounts receivable, which have a high credit rating.

Each business unit manages its credit risk according to policies, procedures and controls determined by the Group regarding credit risk management of customers.

At each closing date, the Group companies analyse on the basis of real historical data the balances of each major client individually in order to determine the need for provisions or impairment.

The Group has no guarantee on debts and has concluded that the risk concentration is low given that its customers belong to distinct jurisdictions and operate in highly independent markets.

The credit risk with banks is managed by the treasury department of the Group according to Group policies.

Investments of excess funds are only made with authorised counterparties and always within the credit limits assigned to such counterparties.

The limits are established in order to minimise risk concentration, thereby mitigating financial losses in the event of a default by the counterparty.

The maximum exposure of the Group to credit risk at 30 June 2021 and 31 December 2020 amounts to the carrying values (Note 15), except for financial guarantees and derivative financial instruments.

The net Credit Valuation Adjustment by counterparty (CVA + DVA) is the method used to value the credit risk of the counterparties and the Parent Company in calculating the fair value of derivative financial instruments. This adjustment reflects the possibility of bankruptcy or impairment of the credit quality of the counterparty and the Parent Company. The simplified formula corresponds to the expected exposure multiplied by the possibility of bankruptcy and by the expected loss in case of non-payment. For calculating such variables the Parent Company uses market references.

Commodity price risk

Steel, followed by aluminium, is the main commodity used in the business.

At 30 June 2021, 62.5% of the steel and aluminium had been purchased through "re-sale" programmes with customers (60.5% in the same period in 2020), whereby the car manufacturer periodically negotiates with the steel maker the price of the steel and aluminium that the Group uses for the production of automotive components. The selling price of the end product to the customer is directly adjusted by any fluctuations in aluminium and steel prices.

In the case of products that use aluminium and steel purchased outside the “re-sale” method, a part of the customers adjust the prices of Group products, taking as a base the fluctuations in steel prices that the customers agree with the iron and steel industry, others adjust the prices based on public indexes and with others negotiations are held upon the initiative of the parties. Historically, the Group has negotiated its steel purchase agreements with the iron and steel manufacturers to ensure suitable conditions.

31.2 Hedge accounting

For the purpose of hedge accounting, the Group classifies its hedges as:

- Fair value hedges when hedging the exposure to changes in the market value of an asset or liability recognised in the Interim Condensed Consolidated Balance Sheet, or of a firm commitment attributable to a specific risk.
- Cash flow hedges when hedging exposure to fluctuations in cash flows that are either attributable to a particular risk associated with an asset or liability recognised in the Interim Condensed Consolidated Balance Sheet, or a highly probable forecast transaction.
- Hedges of a net investment in a foreign operation when hedging exposure to variability in exchange rates relative to a net investment in a foreign operation.

Such derivative financial instruments are initially recognized in the Interim condensed consolidated balance sheet at acquisition cost and are subsequently measured at fair value. Changes in fair value are normally accounted for in keeping with specific hedge accounting criteria.

The accounting for these instruments is carried out as follows:

- Fair value hedges: changes in the fair value of both the hedging instrument and the hedged item, in both instances attributable to the risk hedged, are recognised in the Interim Condensed Consolidated Income Statement.
- Cash flow hedges: changes in the fair value of the hedging instrument attributable to the risk hedged, as long as the hedge is effective, are recognised in Retained earnings under Equity. The cumulative amount of Retained earnings is transferred to the Interim Condensed Consolidated Income Statement when the hedged cash flows affect profit or loss.
- Hedges of a net investment in a foreign operation: its operating account is similar to cash flow hedges and the account used to record changes in the value of the hedging instrument in the Interim Condensed Consolidated Balance Sheet is Translation differences. The cumulative amount of the measurement in Translation differences is transferred to results, provided that the investment abroad that has generated such differences is disposed of.

31.3 Fair value of financial instruments

The fair value of financial instruments is determined as follows:

- The fair value of financial instruments that are actively traded in organised financial markets is determined by reference to quoted market prices.

- Where there is no active market, fair value is determined using cash flow analysis discounted at market discount rates and based on market assumptions at the time of the estimate. In relation to options, fair value is determined using implied volatility in market participants' quoted prices.

Non-current financial assets

There is no difference between the fair value and carrying amount of non-current loans granted since they all accrue interest at floating rates.

Equity investments are carried on the Interim Condensed Consolidated Balance Sheet at fair value when they can be measured reliably. Since it is usually not possible to measure the fair value of shareholdings in unlisted companies reliably, these investments are valued at acquisition cost or lower if there is evidence of impairment.

Changes in fair value, net of the related tax effect, are recognised with a charge or credit, as appropriate, under Retained earnings - Equity until these investments are sold, at which time the cumulative amount recognised in Equity in relation to these investments is charged in full in the Interim Condensed Consolidated Income Statement. If fair value is lower than acquisition cost, the difference is recognised directly in equity, unless the asset is determined to be impaired, in which case, it is recognised in the Interim Condensed Consolidated Income Statement.

Trade receivables

For receivables due in less than one year, the Group considers the carrying amount a reasonable approximation of fair value.

Current financial assets

There is no difference between the fair value and carrying amount of short term loans granted since they all accrue interest at market rates.

For other current financial assets, as their maturity is near the financial year end, the Group considers their carrying amounts a reasonable approximation of fair value.

Interest-bearing loans and borrowings

For current and non-current bank borrowings there is no difference between fair value and carrying amount since all these borrowings carry interest at market rates.

Trade and other payables

The Group's management considers the carrying amount of the items recorded in this Interim Condensed Consolidated Statement of Financial Position line item to be a reasonable approximation of fair value.

Fair values of financial instruments

The fair values of current and non-current financial assets and liabilities do not differ significantly from their respective carrying amounts.

The Group uses the following sequence of three levels, based on the relevance of the variables used, to measure the fair value of its financial instruments:

- Level 1: Unadjusted quoted price for identical assets or liabilities in active markets.
- Level 2: Variables which are observably different from the prices quoted in Level 1, either directly (price), or indirectly (derived from the price).
- Level 3: Variables which are not based on observable market data (non-observable variables).

31.4 Capital risk management

The objective of the Group's capital management is to protect its ability to continue as a going concern, upholding the commitment to remain solvent and looking for a high shareholder value for shareholdings.

The Group monitors its capital structure based on its leverage ratio. It defines leverage as net financial debt (financial borrowings, finance lease payables, borrowing from related parties and other financial liabilities less short-term financial investments and cash and cash equivalents) divided by total equity (consolidated equity plus grants pending release to the income statement). At 30 June 2021 this ratio is 1.20 (1.20 at 31 December 2020).

The Net Financial Debt/EBITDA ratio (last 12 months) is mainly used to monitor solvency, which amounted to 2.4 at 30 June 2021 (3.7 at 31 December 2020).

Gestamp Automoción, S.A.'s rating is BB- stable outlook from Standard & Poor's and Ba3 stable outlook from Moody's, which makes it a speculative grade.

Note 32. Subsequent events

There were no significant events after the reporting period.

Note 33. Additional note for English translation

This document is a translation into English of an original document drafted in Spanish. This translation is for information purposes only; therefore, in case of discrepancy, the Spanish version shall prevail.

Appendix I

Scope of consolidation

June 30, 2021							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Gestamp Automoción, S.A.	Vizcaya	Spain	Parent company		Portfolio company	Full	Ernst & Young
Gestamp Bizkaia, S.A.	Vizcaya	Spain	85.31%	14.69%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Vigo, S.A.	Pontevedra	Spain	99.99%	0.01%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Cerveira, Lda.	Viana do Castelo	Portugal	42.25%	57.75%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Toledo, S.A.	Toledo	Spain	99.99%	0.01%	Tooling and parts manufacturing	Full	Ernst & Young
Autotech Engineering S.L.	Vizcaya	Spain	10.00%	90.00%	Research and development	Full	Ernst & Young
SCI de Tournan en Brie	Tournan	France	0.10%	99.90%	Property	Full	N/A
Gestamp Solblank Barcelona, S.A.	Barcelona	Spain	5.01%	94.99%	Tailor-welded blanks	Full	Ernst & Young
Gestamp Palencia, S.A.	Palencia	Spain	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Argentina, S.A.	Buenos Aires	Argentina		70.00%	Portfolio company	Full	Ernst & Young
Gestamp Córdoba, S.A.	Córdoba	Argentina		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Linares, S.A.	Jaén	Spain	5.02%	94.98%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Servicios, S.A.	Madrid	Spain	100.00%		Business promotion and support	Full	Ernst & Young
Matricerías Deusto, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Tech, S.L.	Palencia	Spain	0.33%	99.67%	No activity	Full	N/A
Gestamp Brasil Indústria de Autopeças, S.A.	Parana	Brazil		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Metalbages, S.A.	Barcelona	Spain	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Esmar, S.A.	Barcelona	Spain	0.10%	99.90%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Noury, S.A.S	Tournan	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Aveiro, S.A.	Aveiro	Portugal		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Griwe Subgroup	Westerburg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Aguascalientes, S.A.de C.V.	Aguas Calientes	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Mexicana Servicios Laborales, S.A.de C.V.	Aguas Calientes	Mexico		70.00%	Employment services	Full	Ernst & Young
Gestamp Puebla, S.A. de C.V.	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Cartera de México, S.A. de C.V.	Puebla	Mexico		70.00%	Portfolio company	Full	N/A
Gestamp Mexicana de Serv. Laborales, S.A. de C.V.	Aguas Calientes	Mexico		70.00%	Employment services	Full	Ernst & Young
Gestamp Ingeniería Europa Sur, S.L.	Barcelona	Spain		100.00%	Service provision	Full	Ernst & Young

June 30, 2021								
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors	
Todlem, S.L.	Barcelona	Spain		58.13%	Portfolio company	Full	Ernst & Young	
Gestamp Navarra, S.A.	Navarra	Spain	71.37%	28.63%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Baires, S.A.	Buenos Aires	Argentina		70.00%	Dies, stamping and parts manufacturing	Full	Ernst & Young	
Ingeniería Global MB, S.A.	Barcelona	Spain		100.00%	Administration services	Full	N/A	
Gestamp Aragón, S.A.	Zaragoza	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Abrera, S.A.	Barcelona	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Levante, S.A.	Valencia	Spain	88.50%	11.50%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Solblank Navarra, S.L.	Navarra	Spain		100.00%	Tooling and welding	Full	N/A	
MB Aragón P21, S.L.	Barcelona	Spain		100.00%	Tooling and parts manufacturing	Full	N/A	
Gestamp Polska, SP. Z.O.O.	Wielkopolska	Poland		100.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Washington UK Limited	Newcastle	United Kingdom		100.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Hungaria KFT	Akai	Hungary	100.00%		Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp North America, INC	Michigan	USA		70.00%	Administration services	Full	Ernst & Young	
Gestamp Sweden, AB	Lulea	Sweden	93.15%	6.85%	Portfolio company	Full	Ernst & Young	
Gestamp HardTech, AB	Lulea	Sweden		100.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Mason, LLC.	Michigan	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Alabama, LLC.	Alabama	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Ronchamp, S.A.S	Ronchamp	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Manufacturing Autochasis, S.L.	Barcelona	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young	
Industrias Tamer, S.A.	Barcelona	Spain		43.00%	Tooling and parts manufacturing	Equity method	Ernst & Young	
Gestamp Tooling Services, AIE	Vizcaya	Spain		100.00%	Mould engineering and design	Full	Ernst & Young	
Gestamp Auto Components (Kunshan) Co., Ltd	Kunshan	China		68.95%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Kartek Co, Ltd.	Gyeongsangnam-Do	South Korea		100.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Beyçelik Gestamp Kalip, A.S.	Bursa	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Toluca SA de CV	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young	
Gestamp Servicios Laborales de Toluca SA de CV	Puebla	Mexico		69.93%	Employment services	Full	Ernst & Young	
Gestamp Services India Private, Ltd.	Mumbai	India		100.00%	Tooling and parts manufacturing	Full	S.B. Dave & Co.	

June 30, 2021							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Gestamp Severstal Vsevolozhsk Llc	Saint Petersburg	Russia		58.13%	Tooling and parts manufacturing	Full	Ernst & Young
Adral, matriceria y pta. a punto, S.L.	Vizcaya	Spain		100.00%	Mould manufacturing and tuning	Full	Ernst & Young
Gestamp Severstal Kaluga, Llc	Kaluga	Russia		58.13%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Automotive India Private Ltd.	Pune	India		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Pune Automotive, Private Ltd.	Pune	India		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Chattanooga, Llc	Chattanooga	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Holding Rusia, S.L.	Madrid	Spain	25.19%	52.34%	Portfolio company	Full	Ernst & Young
Gestamp South Carolina, Llc	South Carolina	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Holding China, AB	Lulea	Sweden		68.95%	Portfolio company	Full	Ernst & Young
Gestamp Global Tooling, S.L.	Vizcaya	Spain	99.99%	0.01%	Manufacturing of dies	Full	Ernst & Young
Gestamp Tool Hardening, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Vendas Novas Lda.	Évora	Portugal	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Togliatti, Llc.	Togliatti	Russia		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Automotive Chennai Private Ltd.	Chennai	India		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Palau, S.A.	Barcelona	Spain		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp North Europe Services, S.L.	Vizcaya	Spain	99.97%	0.03%	Consultancy services	Full	Ernst & Young
Loire Sociedad Anónima Franco Española	Guipúzcoa	Spain	100.00%		Manufacturing of dies	Full	Ernst & Young
Gestamp Tooling Erandio, S.L.	Guipúzcoa	Spain		100.00%	Portfolio company	Full	Ernst & Young
Diede Die Developments, S.L.	Vizcaya	Spain	100.00%		Manufacturing of dies	Full	IZE Auditores
Gestamp Louny, S.R.O.	Prague	Czech Republic		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto Components (Shenyang), Co. Ltd.	Shenyang	China		82.50%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp West Virginia, Llc.	Michigan	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Beyçelik Gestamp Sasi, L.S.	Kocaeli	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto Components (Dongguan), Co. Ltd.	Dongguan	China		82.50%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Try Out Services, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestión Global de Matricería, S.L.	Vizcaya	Spain	30.00%		No activity	Equity method	Ernst & Young
Ingeniería y Construcción Matrices, S.A.	Vizcaya	Spain		30.00%	Manufacturing of dies	Equity method (A)	IZE Auditores

(A) This company is consolidated under full consolidation method in Gestión Global de Matricería Subgroup. This Subgroup is accounted for in Gestamp Automoción Group using the equity method.

June 30, 2021							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
IxCXT, S.A.	Vizcaya	Spain		30.00%	Manufacturing of dies	Equity method (A)	IZE Auditores
Gestamp Funding Luxembourg, S.A.	Luxembourg	Luxembourg	100.00%		Portfolio company	Full	Ernst & Young
Gestamp Puebla II, S.A. de C.V.	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Autotech Engineering Deutschland GmbH	Bielefeld	Germany		100.00%	Research and development	Full	Ernst & Young
Autotech Engineering R&D Uk limited	Durhan	United Kingdom		100.00%	Research and development	Full	Ernst & Young
Gestamp Holding México, S.L.	Madrid	Spain		69.99%	Portfolio company	Full	Ernst & Young
Gestamp Holding Argentina, S.L.	Madrid	Spain	10.80%	59.19%	Portfolio company	Full	Ernst & Young
Mursolar 21, S.L.	Madrid	Spain		82.50%	Portfolio company	Full	Ernst & Young
GGM Puebla, S.A. de C.V.	Puebla	Mexico		30.00%	Tooling and parts manufacturing	Equity method (A)	N/A
GGM Puebla de Servicios Laborales, S.A. de C.V.	Puebla	Mexico		30.00%	Employment services	Equity method (A)	N/A
Kunshan Gestool Tooling Manufacturing, Co., Ltd	Kunshan	China		30.00%	Manufacturing of dies	Equity method (A)	Ernst & Young
Gestamp Technology Institute, S.L.	Vizcaya	Spain	99.99%	0.01%	Education	Full	Ernst & Young
Gestamp Tooling Engineering Deutschland, GmbH	Braunschweig.	Germany		100.00%	Manufacturing of dies	Full	N/A
Gestamp Chattanooga II, Llc	Chattanooga	USA		70.00%	Tooling and parts manufacturing	Full	N/A
Autotech Engineering R&D USA	Delaware	USA		100.00%	IT, and research and development	Full	N/A
Gestamp Auto Components Wuhan, co. Ltd.	Wuhan	China	100.00%		Tooling and parts manufacturing	Full	N/A
Çelik Form Gestamp Otomotive, A.S.	Bursa	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Washtenaw, LLC.	Delaware	USA		70.00%	Tooling and parts manufacturing	Full	N/A
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Mexico City	Mexico		70.00%	Employment services	Full	N/A
Gestamp San Luis Potosí Servicios Laborales S.A.P.I. de C.V.	Mexico City	Mexico		70.00%	Tooling and parts manufacturing	Full	N/A
Gestamp Auto Components (Tianjin) Co., LTD.	Tianjin	China		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp 2017, S.L.	Madrid	Spain	100.00%		Portfolio company	Full	N/A
Autotech Engineering (Shangai) Co. Ltd.	Shangai	China		100.00%	Research and development	Full	Ernst & Young
Gestamp Hot Stamping Japan K.K.	Tokio	Japan		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Global Laser Araba, S.L	Álava	Spain	30.00%		Tooling and parts manufacturing	Equity method	Ernst & Young
Gestamp Beycelik Romania, S.R.L	Darmanesti	Romania		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Beycelik Gestamp Teknoloji Kalip, A.S.	Bursa	Turkey		50.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Nitra, S.R.O.	Bratislava	Slovakia	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Almussafes Mantenimiento de Troqueles, S.L	Barcelona	Spain		100.00%	Die maintenance	Full	Ernst & Young
Gestamp (China) Holding, Co. Ltd	Shangai	China		100.00%	Portfolio company	Full	Ernst & Young
Gestamp Autotech Japan Co., Ltd.	Tokio	Japan		100.00%	Research and development	Full	Ernst & Young
Gestamp Sorocaba Industria Autopeças Ltda.	Sorocaba	Brazil		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Tuyauto Gestamp Morocco	Kenitra	Morocco		50.00%	Tooling and parts manufacturing	Full	N/A
Gestamp Auto Components (Beijing) Co., Ltd.	Beijin	China		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Mexicana Serv. Lab. II, S.A. de CV	México DF	Mexico		70.00%	Employment services	Full	N/A
Reparaciones Industriales Zaldibar, S.L.	Vizcaya	Spain	0.01%	99.99%	Industrial equipment services	Full	N/A
Autotech Engineering Spain, S.L	Madrid	Spain		100.00%	Research and development	Full	Ernst & Young
Autotech Engineering France S.A.S.	Meudon la Forêt	France		100.00%	Research and development	Full	N/A
Gestamp Auto Components Sales (Tianjin) Co., LTD.	Tianjin	China		49.00%	Consulting and Post-sales services	Equity method	N/A
Gestamp Etem Automotive Bulgaria, S.A.	Sofia	Bulgaria		51.00%	Industrialization of post-extrusion activities	Full	N/A
Etem Gestamp Aluminium Extrusions, S.A.	Sofia	Bulgaria		49.00%	Tooling and parts manufacturing	Equity method	N/A

(A) This company is consolidated under full consolidation method in Gestión Global de Matricería Subgroup. This Subgroup is accounted for in Gestamp Automoción Group using the equity method.

June 30, 2021							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Edscha Holding GmbH	Remscheid	Germany		100.00%	Portfolio company	Full	Ernst & Young
Edscha Automotive Hengersberg GmbH	Hengersberg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Hauzenberg GmbH	Hauzenberg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Engineering GmbH	Remscheid	Germany		100.00%	Research and development	Full	Ernst & Young
Edscha Hengersberg Real Estate GmbH	Hengersberg	Germany	5.10%	94.90%	Property	Full	N/A
Edscha Hauzenberg Real Estate GmbH	Hauzenberg	Germany	5.10%	94.90%	Property	Full	N/A
Edscha Automotive Kamenice S.R.O.	Kamenice	Czech Republic		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Hradec S.R.O.	Hradec	Czech Republic		100.00%	Manufacturing of dies	Full	Ernst & Young
Edscha Velky Meder S.R.O.	Velky Meder	Slovakia		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp 2008, S.L.	Villalonquéjar (Burgos)	Spain		100.00%	Portfolio company	Full	Ernst & Young
Edscha Burgos, S.A.	Villalonquéjar (Burgos)	Spain		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Santander, S.L.	El Astillero (Cantabria)	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Briey S.A.S.	Briey Cedex	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Engineering France S.A.S.	Les Ulis	France		100.00%	Research and development	Full	Ernst & Young
Edscha do Brasil Ltda.	Sorocaba	Brazil		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Edscha Japan Co., Ltd.	Tokio	Japan		100.00%	Sales office	Full	N/A
Jui Li Edscha Body Systems Co., Ltd.	Kaohsiung	Taiwan		60.00%	Tooling and parts manufacturing	Full	Ernst & Young
Jui Li Edscha Holding Co., Ltd.	Apia	Samoa		60.00%	Portfolio company	Full	N/A
Jui Li Edscha Hainan Industry Enterprise Co., Ltd.	Hainan	China		60.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Technology Co., Ltd.	Shanghai	China		100.00%	Research and development	Full	Shangai Ruitong Cpa
Shanghai Edscha Machinery Co., Ltd.	Shanghai	China		55.00%	Tooling and parts manufacturing	Full	Ernst & Young
Anhui Edscha Automotive Parts Co Ltd.	Anhui	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Michigan, Inc	Lapeer	USA		100.00%	Tooling and parts manufacturing	Full	N/A
Edscha Togliatti, Uc.	Togliatti	Russia		100.00%	Tooling and parts manufacturing	Full	National Audit Corporation
Edscha Automotive Components Co., Ltda.	Kunshan	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Finance Slovakia S.R.O.	Velky Meder	Slovakia	100.00%		Portfolio company	Full	Ernst & Young
Edscha Kunststofftechnik GmbH	Remscheid	Germany		100.00%	Tooling and parts manufacturing	Full	JKG Treuhand
Edscha Pha, Ltd.	Seul	South Korea		50.00%	Parts manufacture, research and development	Full	Ernst & Young
Edscha Aapico Automotive Co. Ltd	Pranakorn Sri Ayutthaya	Thailand		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive SLP, S.A.P.I. de C.V.	Mexico City	Mexico		100.00%	No activity	Full	N/A
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Mexico City	Mexico		100.00%	No activity	Full	N/A
Edscha Automotive Components (Chongqing) Co. Ltd.	Chongqing	China		100.00%	Tooling and parts manufacturing	Full	N/A
Edscha Pha Automotive Components (Kunshan) Co., Ltd.	Kunshan	China		50.00%	Parts manufacture	Full	Deloitte
Edscha North America Technologies, Uc.	Delaware	USA		100.00%	Holding/Divisional company	Full	Ernst & Young
Edscha Automotive Components (Shanghai) Co., Ltd	Shanghai	China		55.00%	Tooling and parts manufacturing	Full	N/A
GMF Holding GmbH	Remscheid	Germany		100.00%	Portfolio company	Full	Ernst & Young
Gestamp Metal Forming (Wuhan), Ltd	Wuhan	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Umformtechnik GmbH	Ludwigsfelde	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Automotive Chassis Products Plc.	Newton Aycliffe, Durham	United Kingdom		100.00%	Portfolio company	Full	Ernst & Young
Sofedit, S.A.S	Le Theil sur Huisne	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Prisma, S.A.S	Usine de Messempré	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Tallent, Ltd	Newton Aycliffe, Durham	United Kingdom		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Wroclaw Sp.z.o.o.	Wroclaw	Poland		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto components (Chongqing) Co., Ltd.	Chongqing	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young

December 31, 2020							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Gestamp Automoción, S.A.	Vizcaya	Spain	Parent company		Portfolio company	Full	Ernst & Young
Gestamp Bizkaia, S.A.	Vizcaya	Spain	85.31%	14.69%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Vigo, S.A.	Pontevedra	Spain	99.99%		0.01% Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Cerveira, Lda.	Viana do Castelo	Portugal	42.25%	57.75%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Toledo, S.A.	Toledo	Spain	99.99%	0.01%	Tooling and parts manufacturing	Full	Ernst & Young
Autotech Engineering S.L.	Vizcaya	Spain	10.00%	90.00%	Research and development	Full	Ernst & Young
SCI de Tournan en Brie	Tournan	France	0.10%	99.90%	Property	Full	N/A
Gestamp Solblank Barcelona, S.A.	Barcelona	Spain	5.01%	94.99%	Tailor-welded blanks	Full	Ernst & Young
Gestamp Palencia, S.A.	Palencia	Spain	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Argentina, S.A.	Buenos Aires	Argentina		70.00%	Portfolio company	Full	Ernst & Young
Gestamp Córdoba, S.A.	Córdoba	Argentina		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Linares, S.A.	Jaén	Spain	5.02%	94.98%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Servicios, S.A.	Madrid	Spain	100.00%		Business promotion and support	Full	Ernst & Young
Matricerías Deusto, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Tech, S.L.	Palencia	Spain	0.33%	99.67%	No activity	Full	N/A
Gestamp Brasil Industria de Autopeças, S.A.	Parana	Brazil		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Metalbages, S.A.	Barcelona	Spain	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Esmar, S.A.	Barcelona	Spain	0.10%	99.90%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Noury, S.A.S	Tournan	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Aveiro, S.A.	Aveiro	Portugal		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Griwe Subgroup	Westerburg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Aguascalientes, S.A.de C.V.	Aguas Calientes	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Mexicana Servicios Laborales, S.A.de C.V.	Aguas Calientes	Mexico		70.00%	Employment services	Full	Ernst & Young
Gestamp Puebla, S.A. de C.V.	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Cartera de México, S.A. de C.V.	Puebla	Mexico		70.00%	Portfolio company	Full	N/A
Gestamp Mexicana de Serv. Laborales, S.A. de C.V.	Aguas Calientes	Mexico		70.00%	Employment services	Full	Ernst & Young
Gestamp Ingeniería Europa Sur, S.L.	Barcelona	Spain		100.00%	Service provision	Full	Ernst & Young

December 31, 2020							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Todlem, S.L.	Barcelona	Spain		58.13%	Portfolio company	Full	Ernst & Young
Gestamp Navarra, S.A.	Navarra	Spain	71.37%	28.63%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Baires, S.A.	Buenos Aires	Argentina		70.00%	Dies, stamping and parts manufacturing	Full	Ernst & Young
Ingeniería Global MB, S.A.	Barcelona	Spain		100.00%	Administration services	Full	N/A
Gestamp Aragón, S.A.	Zaragoza	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Abrera, S.A.	Barcelona	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Levante, S.A.	Valencia	Spain	88.50%	11.50%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Solblank Navarra, S.L.	Navarra	Spain		100.00%	Tooling and welding	Full	N/A
MB Aragón P21, S.L.	Barcelona	Spain		100.00%	Tooling and parts manufacturing	Full	N/A
Gestamp Polska, SP. Z.O.O.	Wielkopolska	Poland		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Washington UK Limited	Newcastle	United Kingdom		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Hungaria KFT	Akai	Hungary	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp North America, INC	Michigan	USA		70.00%	Administration services	Full	Ernst & Young
Gestamp Sweden, AB	Lulea	Sweden	93.15%	6.85%	Portfolio company	Full	Ernst & Young
Gestamp HardTech, AB	Lulea	Sweden		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Mason, LLC.	Michigan	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Alabama, LLC.	Alabama	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Ronchamp, S.A.S	Ronchamp	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Manufacturing Autochasis, S.L.	Barcelona	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young
Industrias Tamer, S.A.	Barcelona	Spain		43.00%	Tooling and parts manufacturing	Equity method	Ernst & Young
Gestamp Tooling Services, AIE	Vizcaya	Spain		100.00%	Mould engineering and design	Full	Ernst & Young
Gestamp Auto Components (Kunshan) Co., Ltd	Kunshan	China		68.95%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Kartek Co, Ltd.	Gyeongsangnam-Do	South Korea		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Beycelik Gestamp Kalip, A.S.	Bursa	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Toluca SA de CV	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Servicios Laborales de Toluca SA de CV	Puebla	Mexico		69.93%	Employment services	Full	Ernst & Young
Gestamp Services India Private, Ltd.	Mumbai	India		100.00%	Tooling and parts manufacturing	Full	S.B. Dave & Co.

December 31, 2020							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Gestamp Severstal Vsevolozhsk Llc	Saint Petersburg	Russia		58.13%	Tooling and parts manufacturing	Full	Ernst & Young
Adral, matriceria y pta. a punto, S.L.	Vizcaya	Spain		100.00%	Mould manufacturing and tuning	Full	Ernst & Young
Gestamp Severstal Kaluga, Llc	Kaluga	Russia		58.13%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Automotive India Private Ltd.	Pune	India		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Pune Automotive, Private Ltd.	Pune	India		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Chattanooga, Llc	Chattanooga	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Holding Rusia, S.L.	Madrid	Spain	25.19%	52.34%	Portfolio company	Full	Ernst & Young
Gestamp South Carolina, Llc	South Carolina	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Holding China, AB	Lulea	Sweden		68.95%	Portfolio company	Full	Ernst & Young
Gestamp Global Tooling, S.L.	Vizcaya	Spain	99.99%	0.01%	Manufacturing of dies	Full	Ernst & Young
Gestamp Tool Hardening, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Vendas Novas Lda.	Évora	Portugal	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Togliatti, Llc.	Togliatti	Russia		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Automotive Chennai Private Ltd.	Chennai	India		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Palau, S.A.	Barcelona	Spain		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp North Europe Services, S.L.	Vizcaya	Spain	99.97%	0.03%	Consultancy services	Full	Ernst & Young
Loire Sociedad Anónima Franco Española	Guipúzcoa	Spain	100.00%		Manufacturing of dies	Full	Ernst & Young
Gestamp Tooling Erandio, S.L.	Guipúzcoa	Spain		100.00%	Portfolio company	Full	Ernst & Young
Diede Die Developments, S.L.	Vizcaya	Spain	100.00%		Manufacturing of dies	Full	IZE Auditores
Gestamp Louny, S.R.O.	Prague	Czech Republic		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto Components (Shenyang), Co. Ltd.	Shenyang	China		65.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp West Virginia, Llc.	Michigan	USA		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Beyçelik Gestamp Sasi, L.S.	Kocaeli	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto Components (Dongguan), Co. Ltd.	Dongguan	China		65.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Try Out Services, S.L.	Vizcaya	Spain		100.00%	Manufacturing of dies	Full	Ernst & Young
Gestión Global de Matricería, S.L.	Vizcaya	Spain	30.00%		No activity	Equity method	Ernst & Young
Ingeniería y Construcción Matrices, S.A.	Vizcaya	Spain		30.00%	Manufacturing of dies	Equity method (A)	IZE Auditores

(A) This company is consolidated under full consolidation method in Gestión Global de Matricería Subgroup. This Subgroup is accounted for in Gestamp Automoción Group using the equity method.

December 31, 2020							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
IxCxT, S.A.	Vizcaya	Spain		30.00%	Manufacturing of dies	Equity method (A)	IZE Auditores
Gestamp Funding Luxembourg, S.A.	Luxembourg	Luxembourg	100.00%		Portfolio company	Full	Ernst & Young
Gestamp Puebla II, S.A. de C.V.	Puebla	Mexico		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Autotech Engineering Deutschland GmbH	Bielefeld	Germany		100.00%	Research and development	Full	Ernst & Young
Autotech Engineering R&D Uk Limited	Durham	United Kingdom		100.00%	Research and development	Full	Ernst & Young
Gestamp Holding México, S.L.	Madrid	Spain		69.99%	Portfolio company	Full	Ernst & Young
Gestamp Holding Argentina, S.L.	Madrid	Spain	10.80%	59.19%	Portfolio company	Full	Ernst & Young
Mursolar 21, S.L.	Madrid	Spain		65.00%	Portfolio company	Full	Ernst & Young
GGM Puebla, S.A. de C.V.	Puebla	Mexico		30.00%	Tooling and parts manufacturing	Equity method (A)	N/A
GGM Puebla de Servicios Laborales, S.A. de C.V.	Puebla	Mexico		30.00%	Employment services	Equity method (A)	N/A
Kunshan Gestool Tooling Manufacturing, Co., Ltd	Kunshan	China		30.00%	Manufacturing of dies	Equity method (A)	Ernst & Young
Gestamp Technology Institute, S.L.	Vizcaya	Spain	99.99%	0.01%	Education	Full	Ernst & Young
Gestamp Tooling Engineering Deutschland, GmbH	Braunschweig.	Germany		100.00%	Manufacturing of dies	Full	N/A
Gestamp Chattanooga II, LLC	Chattanooga	USA		70.00%	Tooling and parts manufacturing	Full	N/A
Autotech Engineering R&D USA	Delaware	USA		100.00%	IT, and research and development	Full	N/A
Gestamp Auto Components Wuhan, co. Ltd.	Wuhan	China	100.00%		Tooling and parts manufacturing	Full	N/A
Çelik Form Gestamp Otomotive, A.S.	Bursa	Turkey		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Washenaw, LLC.	Delaware	USA		70.00%	Tooling and parts manufacturing	Full	N/A
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Mexico City	Mexico		70.00%	Employment services	Full	N/A
Gestamp San Luis Potosí Servicios Laborales S.A.P.I. de C.V.	Mexico City	Mexico		70.00%	Tooling and parts manufacturing	Full	N/A
Gestamp Auto Components (Tianjin) Co., LTD.	Tianjin	China		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp 2017, S.L.	Madrid	Spain	100.00%		Portfolio company	Full	N/A
Autotech Engineering (Shanghai) Co. Ltd.	Shanghai	China		100.00%	Research and development	Full	Ernst & Young
Gestamp Hot Stamping Japan K.K.	Tokio	Japan		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Global Laser Araba, S.L.	Álava	Spain	30.00%		Tooling and parts manufacturing	Equity method	Ernst & Young
Gestamp Beyçelik Romania, S.R.L.	Darmanesti	Romania		50.00%	Tooling and parts manufacturing	Full	Ernst & Young
Beyçelik Gestamp Teknoloji Kalip, A.S.	Bursa	Turkey		50.00%	Manufacturing of dies	Full	Ernst & Young
Gestamp Nitra, S.R.O.	Bratislava	Slovakia	100.00%		Tooling and parts manufacturing	Full	Ernst & Young
Almussafes Mantenimiento de Troqueles, S.L.	Barcelona	Spain		100.00%	Die maintenance	Full	Ernst & Young
Gestamp (China) Holding, Co. Ltd	Shangai	China		100.00%	Portfolio company	Full	Ernst & Young
Gestamp Autotech Japan Co., Ltd.	Tokio	Japan		100.00%	Research and development	Full	Ernst & Young
Gestamp Sorocaba Industria Autopeças Ltda.	Sorocaba	Brazil		70.00%	Tooling and parts manufacturing	Full	Ernst & Young
Tuyauto Gestamp Morocco	Kenitra	Morocco		50.00%	Tooling and parts manufacturing	Full	N/A
Gestamp Auto Components (Beijing) Co., Ltd.	Beijin	China		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Mexicana Serv. Lab. II, S.A. de CV	México DF	Mexico		70.00%	Employment services	Full	N/A
Reparaciones Industriales Zaldibar, S.L.	Vizcaya	Spain	0.01%	99.99%	Industrial equipment services	Full	N/A
Autotech Engineering Spain, S.L.	Madrid	Spain		100.00%	Research and development	Full	Ernst & Young
Autotech Engineering France S.A.S.	Meudon la Forêt	France		100.00%	Research and development	Full	N/A
Gestamp Auto Components Sales (Tianjin) Co., LTD.	Tianjin	China		49.00%	Consulting and Post-sales services	Equity method	N/A
Gestamp Etem Automotive Bulgaria, S.A.	Sofia	Bulgaria		51.00%	Industrialization of post-extrusion activities	Full	N/A
Etem Gestamp Aluminium Extrusions, S.A.	Sofia	Bulgaria		49.00%	Tooling and parts manufacturing	Equity method	N/A

(A) This company is consolidated under full consolidation method in Gestión Global de Matricería Subgroup. This Subgroup is accounted for in Gestamp Automoción Group using the equity method.

December 31, 2020							
Company	Address	Country	Direct shareholding	Indirect shareholding	Activity	Consolidation method	Auditors
Edscha Holding GmbH	Remscheid	Germany		100.00%	Portfolio company	Full	Ernst & Young
Edscha Automotive Hengersberg GmbH	Hengersberg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Hauzenberg GmbH	Hauzenberg	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Engineering GmbH	Remscheid	Germany		100.00%	Research and development	Full	Ernst & Young
Edscha Hengersberg Real Estate GmbH	Hengersberg	Germany	5.10%	94.90%	Property	Full	N/A
Edscha Hauzenberg Real Estate GmbH	Hauzenberg	Germany	5.10%	94.90%	Property	Full	N/A
Edscha Automotive Kamenice S.R.O.	Kamenice	Czech Republic		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Hradec S.R.O.	Hradec	Czech Republic		100.00%	Manufacturing of dies	Full	Ernst & Young
Edscha Velky Meder S.R.O.	Velky Meder	Slovakia		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp 2008, S.L.	Villalonqu�jar (Burgos)	Spain		100.00%	Portfolio company	Full	Ernst & Young
Edscha Burgos, S.A.	Villalonqu�jar (Burgos)	Spain		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Santander, S.L.	El Astillero (Cantabria)	Spain	5.01%	94.99%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Briey S.A.S.	Briey Cedex	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Engineering France S.A.S.	Les Ulis	France		100.00%	Research and development	Full	Ernst & Young
Edscha do Brasil Ltda.	Sorocaba	Brazil		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Edscha Japan Co., Ltd.	Tokio	Japan		100.00%	Sales office	Full	N/A
Jui Li Edscha Body Systems Co., Ltd.	Kaohsiung	Taiwan		60.00%	Tooling and parts manufacturing	Full	Ernst & Young
Jui Li Edscha Holding Co., Ltd.	Apia	Samoa		60.00%	Portfolio company	Full	N/A
Jui Li Edscha Hainan Industry Enterprise Co., Ltd.	Hainan	China		60.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Technology Co., Ltd.	Shanghai	China		100.00%	Research and development	Full	Shangai Ruitong Cpa
Shanghai Edscha Machinery Co., Ltd.	Shanghai	China		55.00%	Tooling and parts manufacturing	Full	Ernst & Young
Anhui Edscha Automotive Parts Co Ltd.	Anhui	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive Michigan, Inc	Lapeer	USA		100.00%	Tooling and parts manufacturing	Full	N/A
Edscha Togliatti, LLC.	Togliatti	Russia		100.00%	Tooling and parts manufacturing	Full	National Audit Corporation
Edscha Automotive Components Co., Ltda.	Kunshan	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Finance Slovakia S.R.O.	Velky Meder	Slovakia	100.00%		Portfolio company	Full	Ernst & Young
Edscha Kunststofftechnik GmbH	Remscheid	Germany		100.00%	Tooling and parts manufacturing	Full	JKG Treuhand
Edscha Pha, Ltd.	Seul	South Korea		50.00%	Parts manufacture, research and development	Full	Ernst & Young
Edscha Aapico Automotive Co. Ltd	Pranakorn Sri Ayutthaya	Thailand		51.00%	Tooling and parts manufacturing	Full	Ernst & Young
Edscha Automotive SLP, S.A.P.I. de C.V.	Mexico City	Mexico		100.00%	No activity	Full	N/A
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Mexico City	Mexico		100.00%	No activity	Full	N/A
Edscha Automotive Components (Chongqing) Co. Ltd.	Chongqing	China		100.00%	Tooling and parts manufacturing	Full	N/A
Edscha Pha Automotive Components (Kunshan) Co., Ltd.	Kunshan	China		50.00%	Parts manufacture	Full	Deloitte
Edscha North America Technologies, LLC.	Delaware	USA		100.00%	Holding/Divisional company	Full	Ernst & Young
Edscha Automotive Components (Shanghai) Co., Ltd	Shanghai	China		55.00%	Tooling and parts manufacturing	Full	N/A
GMF Holding GmbH	Remscheid	Germany		100.00%	Portfolio company	Full	Ernst & Young
Gestamp Metal Forming (Wuhan), Ltd	Wuhan	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Umformtechnik GmbH	Ludwigsfelde	Germany		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Automotive Chassis Products Plc.	Newton Aycliffe, Durham	United Kingdom		100.00%	Portfolio company	Full	Ernst & Young
Sofedit, S.A.S	Le Theil sur Huisne	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Prisma, S.A.S	Usine de Messemp�r�	France		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Tallent , Ltd	Newton Aycliffe, Durham	United Kingdom		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Wroclaw Sp.z.o.o.	Wroclaw	Poland		100.00%	Tooling and parts manufacturing	Full	Ernst & Young
Gestamp Auto components (Chongqing) Co., Ltd.	Chongqing	China		100.00%	Tooling and parts manufacturing	Full	Ernst & Young

The companies comprising the Griwe Subgroup at 30 June 2021 and 31 December 2020 are as follows:

Company	Address	Country	Shareholding	Consolidation method
Gestamp Griwe Westerburg GmbH	Westerburg	Germany	Parent company	Full
Gestamp Griwe Haynrode GmbH	Haynrode	Germany	100.00%	Full

Appendix II

Indirect investments at 30 June 2021

June 30, 2021		
Company	Company holding indirect investment	% Investment
Gestamp Vigo, S.A.	Gestamp Servicios, S.A.	0.010%
Gestamp Toledo, S.L.	Gestamp Servicios, S.A.	0.010%
Gestamp Brasil Industria de Autopeças, S.A.	Gestamp Servicios, S.A.	41.760%
Gestamp Ingeniería Europa Sur, S.L.	Gestamp Servicios, S.A.	0.040%
Gestamp Esmar, S.A.	Gestamp Servicios, S.A.	99.900%
Gestamp Bizkaia, S.A.	Gestamp Servicios, S.A.	14.690%
Gestamp Kartek Co., LTD	Gestamp Servicios, S.A.	100.000%
Gestamp Services India Private, Ltd.	Gestamp Servicios, S.A.	1.010%
Beyçelik Gestamp Kalip, A.S.	Gestamp Servicios, S.A.	50.000%
Gestamp Holding México, S.L.	Gestamp Servicios, S.A.	69.850%
Gestamp Holding Rusia, S.L.	Gestamp Servicios, S.A.	7.655%
Gestamp Togliatti, LLC.	Gestamp Servicios, S.A.	100.000%
Gestamp Sweden, AB	Gestamp Servicios, S.A.	5.475%
Gestamp Cerveira, Lda.	Gestamp Vigo, S.A.	60.630%
Gestamp Noury, S.A.	Gestamp Vigo, S.A.	100.000%
Gestamp Louny S.R.O.	Gestamp Cerveira, Lda.	52.720%
Gestamp Aveiro, S.A.	Gestamp Cerveira, Lda.	45.660%
Gestamp Pune Automotive, Pvt. Ltd.	Gestamp Cerveira, Lda.	99.990%
Autotech Engineering S.L.	Gestamp Bizkaia, S.A.	90.000%
Gestamp Sweden, AB	Gestamp Bizkaia, S.A.	1.000%
Gestamp North Europe Services, S.L.	Gestamp Bizkaia, S.A.	0.030%
Autotech Engineering Deutschland GmbH	Gestamp Bizkaia, S.A.	55.000%
Autotech Engineering R&D UK Limited	Gestamp Bizkaia, S.A.	55.000%
Gestamp Technology Institute, S.L.	Gestamp Bizkaia, S.A.	0.030%
Gestamp Global Tooling, S.L.	Gestamp Bizkaia, S.A.	0.010%
Autotech Engineering R&D USA, Inc.	Gestamp Bizkaia, S.A.	55.000%
Loire S.A. Franco Española	Gestamp Bizkaia, S.A.	1.000%
Autotech Engineering (Shangai), Co. Ltd.	Gestamp Bizkaia, S.A.	55.000%
Gestamp Autotech Japan K.K.	Gestamp Bizkaia, S.A.	55.000%
Autotech Engineering Spain, S.L.	Gestamp Bizkaia, S.A.	0.010%
Autotech Engineering France S.A.S.	Gestamp Bizkaia, S.A.	55.000%
Reparaciones Industriales Zaldibar, S.L.	Gestamp Bizkaia, S.A.	0.010%
Gestamp Tooling AIE	Gestamp Bizkaia, S.A.	40.000%
Gestamp Levante, S.L.	Gestamp Linares, S.A.	11.500%
Gestamp Hard Tech AB	Gestamp Sweden, AB	100.000%
Gestamp Holding China, AB	Gestamp HardTech, AB	68.940%
Gestamp Tool Hardening, S.L.	Matricerías Deusto, S.L.	0.100%
Gestamp Tooling AIE	Matricerías Deusto, S.L.	20.000%
SCI Tournan en Brie	Gestamp Noury, S.A.S	99.900%
Gestamp Linares, S.L.	Gestamp Toledo, S.A.	94.980%
Gestamp Holding Argentina, S.L.	Gestamp Toledo, S.A.	43.530%
Gestamp Aveiro, S.A.	Gestamp Palencia, S.A.	54.340%
Gestamp Tech, S.L.	Gestamp Palencia, S.A.	99.670%
Gestamp Holding Argentina, S.L.	Gestamp Palencia, S.A.	15.660%
Gestamp Holding México, S.L.	Gestamp Palencia, S.A.	0.150%
Tuyauto Gestamp Morocco	Gestamp Palencia, S.A.	50.000%
Gestamp Romchamp, S.A.	Gestamp Palencia, S.A.	100.000%
Gestamp Autocomponents (Beijing) Co., Ltd.	Gestamp Autocomponents (Tianjin) Co., Ltd.	100.000%
Gestamp Córdoba, S.A.	Gestamp Argentina, S.A.	7.906%
Mursolar, 21, S.L.	Gestamp Aragón, S.A.	16.924%
Gestamp North America, INC	Gestamp Aveiro, S.A.	70.000%
Gestamp Navarra, S.A	Gestamp Metalbages, S.A.	28.630%
Ingeniería Global MB, S.A.	Gestamp Metalbages, S.A.	100.000%
Gestamp Aragon, S.A.	Gestamp Metalbages, S.A.	94.990%
Gestamp Abrera, S.A.	Gestamp Metalbages, S.A.	94.990%
MB Aragon P21, S.L.	Gestamp Metalbages, S.A.	100.000%
Gestamp Polska SP. Z.O.O.	Gestamp Metalbages, S.A.	100.000%
Gestamp Ingeniería Europa Sur, S.L.	Gestamp Metalbages, S.A.	99.960%
Gestamp Manufacturing Autochasis, S.L.	Gestamp Metalbages, S.A.	94.990%
Subgrupo Griwe	Gestamp Metalbages, S.A.	100.000%
Edscha Holding GmbH	Gestamp Metalbages, S.A.	67.000%
ESSA PALAU, S.A.	Gestamp Metalbages, S.A.	60.000%
GMF Holding GmbH	Gestamp Metalbages, S.A.	100.000%
Gestamp Services India private. Ltd.	Gestamp Levante, S.A.	98.990%
Gestamp Holding Rusia, S.L.	Gestamp Levante, S.A.	7.810%

Company	Company holding indirect investment	% Investment
Mursolar, 21, S.L.	Gestamp Navarra, S.A.	46.035%
Gestamp Holding Rusia, S.L.	Gestamp Solblank Navarra, S.L.	5.642%
Gestamp Severstal Vsevolozhsk Llc	Todlem, S.L.	100.000%
Gestamp Severstal Kaluga, Llc	Todlem, S.L.	100.000%
Mexicana Servicios Laborales, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Aguascalientes, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Puebla, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Mexicana Serv. Lab., S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Toluca, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Puebla II, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Gestamp Cartera de México, S.A. de C.V.	0.005%
Gestamp San Luis Potosí, Servicios Laborales S.A.P.I. de C.V.	Gestamp Cartera de México, S.A. de C.V.	99.990%
Gestamp Sevicios Laborales de Toluca, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	99.900%
Gestamp Córdoba, S.A.	Gestamp Brasil Industria de Autopeças, S.A.	3.167%
Gestamp Sorocaba Indústria de Autopeças Ltda.	Gestamp Brasil Industria de Autopeças, S.A.	100.000%
Gestamp Baires, S.A.	Gestamp Brasil Industria de Autopeças, S.A.	6.770%
MB Solblank Navarra, S.L.	Gestamp Abrera, S.A.	100.000%
Gestamp Solblank Barcelona, S.A.	Gestamp Abrera, S.A.	94.990%
Gestamp Etem Automotive Bulgaria, S.A.	Gestamp North Europe Services, S.L.	51.000%
Etem Gestamp Aluminiun Extrusions, S.A.	Gestamp North Europe Services, S.L.	49.000%
Gestamp Holding Rusia, S.L.	Gestamp Polska, SP. Z.O.O.	24.561%
Edscha Holding GmbH	Gestamp Polska, SP. Z.O.O.	33.000%
Gestamp Automotive India Private Ltd.	Gestamp Polska, SP. Z.O.O.	50.000%
Gestamp Automotive Chennai Private, Ltd.	Gestamp Solblank Barcelona, S.A.	100.000%
Gestamp Holding Rusia, S.L.	Gestamp Solblank Barcelona, S.A.	6.673%
Gestamp Chattanooga, LLC.	Gestamp North America, INC	100.000%
Gestamp Mason, Llc.	Gestamp North America, INC	100.000%
Gestamp Alabama, Llc	Gestamp North America, INC	100.000%
Gestamp West Virginia, Llc.	Gestamp North America, INC	100.000%
Gestamp South Carolina, LLC.	Gestamp North America, INC	100.000%
Gestamp Washtenaw, LLC.	Gestamp North America, INC	100.000%
Gestamp San Luis de Potosí, S.A.P.I. de C.V.	Gestamp North America, INC	99.990%
Gestamp Chattanooga II, LLC.	Gestamp North America, INC	100.000%
Todlem, S.L.	Gestamp Holding Rusia, S.L.	74.980%
Gestamp Auto Components (Kunshan) Co., Ltd	Gestamp Holding China, AB	100.000%
Industrias Tamer, S.A.	Gestamp Esmar, S.A.	43.000%
Gestamp Pune Automotive, Pvt. Ltd.	Gestamp Automotive Chennai Private Ltd.	0.010%
Mursolar, 21, S.L.	Subgrupo Griwe	19.540%
Gestamp Louny S.R.O.	Subgrupo Griwe	47.280%
Gestamp Palau, S.A.	Gestamp Manufacturing Autochasis, S.L.	40.000%
Almussafes Mantenimiento Troqueles, S.L.	Gestamp Palau, S.A.	100.000%
Matricerías Deusto, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Try Out Services, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Tooling Services, AIE	Gestamp Global Tooling, S.L.	40.000%
Adral Matricería y puesta a punto, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Tool Hardening, S.L.	Gestamp Global Tooling, S.L.	99.900%
Gestamp Tooling Engineering Deutschland GmbH	Gestamp Global Tooling, S.L.	100.000%
Gestamp Argentina, S.A.	Gestamp Holding Argentina, S.L.	97.000%
Gestamp Córdoba, S.A.	Gestamp Holding Argentina, S.L.	38.250%
Gestamp Baires, S.A.	Gestamp Holding Argentina, S.L.	93.230%
Gestamp Córdoba, S.A.	Gestamp Baires, S.A.	50.670%
Autotech Engineering Deutschland GmbH	Autotech Engineering S.L.	45.000%
Autotech Engineering (Shanghai), Co. Ltd.	Autotech Engineering S.L.	45.000%
Gestamp Autotech Japan K.K.	Autotech Engineering S.L.	45.000%
Autotech Engineering Spain, S.L.	Autotech Engineering S.L.	99.990%
Autotech Engineering France S.A.S.	Autotech Engineering S.L.	45.000%
Autotech Engineering R&D UK Limited	Autotech Engineering S.L.	45.000%
Autotech Engineering R&D USA Limited	Autotech Engineering S.L.	45.000%
Gestamp Tooling Erandio, S.L.	Gestamp Tool Hardening, S.L.	20.000%
Gestamp Cartera de Mexico, S.A. de CV	Gestamp Holding México, S.L.	100.000%
Gestamp Brasil Industria de Autopeças, S.A.	Gestamp Holding México, S.L.	40.330%
Gestamp Argentina, S.A.	Gestamp Holding México, S.L.	3.000%
Gestamp Hot Stamping Japan K.K.	Gestamp Kartek Co., LTD	50.000%
Gestamp Mexicana Serv. Lab. II, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	99.990%
Gestamp Mexicana Serv. Lab. II, S.A. de CV	Gestamp Puebla, S.A. de CV	0.010%
Gestamp Tooling Erandio, S.L.	Loire Sociedad Anónima Franco Española	80.000%
Gestamp Autocomponents (Tianjin) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	51.000%
Gestamp Metal Forming (Wuhan) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	100.000%
Gestamp Auto Components (Chongqing), Co. Ltd.	Gestamp (China) Holding, Co. Ltd	100.000%
Gestamp Autocomponents Sales (Tianjin) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	49.000%
Ingeniería y Construcción Matrices, S.A.	Gestión Global de Matricería, S.L.	100.000%
IxCxT, S.A.	Gestión Global de Matricería, S.L.	100.000%
GGM Puebla, S.A. de C.V.	Gestión Global de Matricería, S.L.	0.001%
GGM Puebla de Servicios Laborales, S.A. de C.V.	Gestión Global de Matricería, S.L.	0.001%
GGM Puebla, S.A. de C.V.	Gestión Global de Matricería, S.L.	99.990%
Kunshan Gestool Tooling Manufacturing, Co. Ltd.	Gestión Global de Matricería, S.L.	100.000%
GGM Puebla de Servicios Laborales, S.A. de C.V.	Gestión Global de Matricería, S.L.	99.990%
Gestamp Auto Components (Shenyang), Co. Ltd.	Mursolar 21, S.L.	100.000%
Gestamp Autocomponents (Dongguan) Co., Ltd.	Mursolar 21, S.L.	100.000%
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Gestamp Puebla, S.A. de CV	0.005%
Gestamp San Luis Potosí, Servicios Laborales S.A.P.I. de C.V.	Gestamp Puebla, S.A. de CV	0.010%
Celik Form Gestamp Otomotive, A.S.	Beyçelik Gestamp Kalip, A.S.	100.000%
Gestamp Beyçelik Romania, S.R.L.	Beyçelik Gestamp Kalip, A.S.	100.000%
Beyçelik Gestamp Teknoloji Kalip, A.S.	Beyçelik Gestamp Kalip, A.S.	100.000%
Beyçelik Gestamp Sasi, L.S.	Beyçelik Gestamp Kalip, A.S.	100.000%

Company	Company holding indirect investment	% Investment
Edscha Automotive Hengersberg GmbH	Edscha Holding GmbH	100.000%
Edscha Automotive Hauzenberg GmbH	Edscha Holding GmbH	100.000%
Edscha Engineering GmbH	Edscha Holding GmbH	100.000%
Edscha Automotive Technology, Co. Ltd.	Edscha Holding GmbH	100.000%
Gestamp 2008, S.L.	Edscha Holding GmbH	100.000%
Anhui Edscha Automotive parts, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Hradec, S.R.O.	Edscha Holding GmbH	100.000%
Gestamp edscha Japan, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Burgos, S.A.	Edscha Holding GmbH	0.010%
Edscha Velky Meder, S.R.O.	Edscha Holding GmbH	100.000%
Edscha Automotiv Kamenice, S.R.O.	Edscha Holding GmbH	100.000%
Edscha Engineering France SAS	Edscha Holding GmbH	100.000%
Edscha Hengersberg Real Estate GmbH	Edscha Holding GmbH	94.900%
Edscha Hauzenberg Real Estate GmbH	Edscha Holding GmbH	94.900%
Shanghai Edscha Machinery, Co. Ltd.	Edscha Holding GmbH	55.000%
Edscha Automotive Michigan, Inc.	Edscha Holding GmbH	100.000%
Edscha Togliatti, Ll.	Edscha Holding GmbH	100.000%
Edscha Automotive Components, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Kunststofftechnik GmbH	Edscha Holding GmbH	100.000%
Edscha Pha, Ltd.	Edscha Holding GmbH	50.000%
Edscha Automotive SLP, S.A.P.I. de C.V.	Edscha Holding GmbH	99.990%
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Edscha Holding GmbH	99.990%
Edscha Automotive Components (Chongqing) Co. Ltd.	Edscha Holding GmbH	100.000%
Jui li Edscha Body Systems Co. Ltd.	Edscha Holding GmbH	60.000%
Edscha Automotive Italy	Edscha Holding GmbH	100.000%
Edscha Automotive Aapico, Co. Ltd.	Edscha Holding GmbH	50.990%
Edscha Pha Automotive Components (Kunshan) Co., Ltd.	Edscha Pha, Ltd.	100.000%
Edscha North America Technologies, Ll.	Edscha Automotive Michigan, Inc.	100.000%
Shanghai Edscha Machinery, Co. Ltd.	Edscha Automotive Components (Shanghai), Co. Ltd.	100.000%
Jui li Edscha Holding, Co. Ltd.	Jui li Edscha Body Systems Co. Ltd.	100.000%
Jui li Edscha Hainan Industry Enterprise, Co. Ltd.	Jui li Edscha Holding, Co. Ltd.	100.000%
Edscha do Brasil, Ltd.	Edscha Engineering GmbH	83.260%
Edscha Automotive SLP, S.A.P.I. de C.V.	Edscha Engineering GmbH	0.010%
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Edscha Engineering GmbH	0.010%
Edscha Automotive Aapico, Co. Ltd.	Edscha Engineering GmbH	0.010%
Edscha Santander, S.L.	Gestamp 2008, S.L.	94.990%
Edscha Burgos, S.A.	Gestamp 2008, S.L.	99.990%
Edscha Briey, S.A.S.	Edscha Santander, S.L.	100.000%
Edscha do Brasil, Ltd.	Edscha Santander, S.L.	16.740%
G. Auto Components Wuhan Co., Ltd.	GMF Holding GmbH	100.000%
Gestamp Umformtechnik GmbH	GMF Holding GmbH	100.000%
Automotive Chassis Products, Plc.	GMF Holding GmbH	100.000%
Sofedit SAS	GMF Holding GmbH	100.000%
Gestamp (China) Holding, Co. Ltd	GMF Holding GmbH	100.000%
Gestamp Prisma SAS	GMF Holding GmbH	100.000%
Gestamp Tallent, Ltd.	Automotive Chassis Products Plc.	100.000%
Gestamp Wroclaw, Sp. Z.o.o.	Sofedit, S.A.S	100.000%
Gestamp Washington UK, Limited	Gestamp Tallent , Ltd	100.000%
Gestamp Hot Stamping Japan K.K.	Gestamp Tallent , Ltd	50.000%
Gestamp Sweden, AB	Gestamp Tallent , Ltd	0.372%

Indirect investments at 31 December 2020

December 31, 2020		
Company	Company holding indirect investment	% Investment
Gestamp Vigo, S.A.	Gestamp Servicios, S.A.	0.010%
Gestamp Toledo, S.L.	Gestamp Servicios, S.A.	0.010%
Gestamp Brasil Industria de Autopeças, S.A.	Gestamp Servicios, S.A.	41.760%
Gestamp Ingeniería Europa Sur, S.L.	Gestamp Servicios, S.A.	0.040%
Gestamp Esmar, S.A.	Gestamp Servicios, S.A.	99.900%
Gestamp Bizkaia, S.A.	Gestamp Servicios, S.A.	14.690%
Gestamp Kartek Co., LTD	Gestamp Servicios, S.A.	100.000%
Gestamp Services India Private, Ltd.	Gestamp Servicios, S.A.	1.010%
Beyçelik Gestamp Kalip, A.S.	Gestamp Servicios, S.A.	50.000%
Gestamp Holding México, S.L.	Gestamp Servicios, S.A.	69.850%
Gestamp Holding Rusia, S.L.	Gestamp Servicios, S.A.	7.655%
Gestamp Togliatti, LLC.	Gestamp Servicios, S.A.	100.000%
Gestamp Sweden, AB	Gestamp Servicios, S.A.	5.475%
Gestamp Cerveira, Lda.	Gestamp Vígo, S.A.	60.630%
Gestamp Noury, S.A.	Gestamp Vígo, S.A.	100.000%
Gestamp Louny S.R.O.	Gestamp Cerveira, Lda.	52.720%
Gestamp Aveiro, S.A.	Gestamp Cerveira, Lda.	45.660%
Gestamp Pune Automotive, Pvt. Ltd.	Gestamp Cerveira, Lda.	26.370%
Autotech Engineering S.L.	Gestamp Bizkaia, S.A.	90.000%
Gestamp Sweden, AB	Gestamp Bizkaia, S.A.	1.000%
Gestamp North Europe Services, S.L.	Gestamp Bizkaia, S.A.	0.030%
Autotech Engineering Deutschland GmbH	Gestamp Bizkaia, S.A.	55.000%
Autotech Engineering R&D UK Limited	Gestamp Bizkaia, S.A.	55.000%
Gestamp Technology Institute, S.L.	Gestamp Bizkaia, S.A.	0.030%
Gestamp Global Tooling, S.L.	Gestamp Bizkaia, S.A.	0.010%
Autotech Engineering R&D USA, Inc.	Gestamp Bizkaia, S.A.	55.000%
Loire S.A. Franco Española	Gestamp Bizkaia, S.A.	1.000%
Autotech Engineering (Shanghai), Co. Ltd.	Gestamp Bizkaia, S.A.	55.000%
Gestamp Autotech Japan K.K.	Gestamp Bizkaia, S.A.	55.000%
Autotech Engineering Spain, S.L.	Gestamp Bizkaia, S.A.	0.010%
Autotech Engineering France S.A.S.	Gestamp Bizkaia, S.A.	55.000%
Reparaciones Industriales Zaldibar, S.L.	Gestamp Bizkaia, S.A.	0.010%
Gestamp Tooling AIE	Gestamp Bizkaia, S.A.	40.000%
Gestamp Levante, S.L.	Gestamp Linares, S.A.	11.500%
Gestamp Hard Tech AB	Gestamp Sweden, AB	100.000%
Gestamp Holding China, AB	Gestamp HardTech, AB	68.940%
Gestamp Tool Hardening, S.L.	Matricerías Deusto, S.L.	0.100%
Gestamp Tooling AIE	Matricerías Deusto, S.L.	20.000%
SCI Tournan en Brie	Gestamp Noury, S.A.S	99.900%
Gestamp Linares, S.L.	Gestamp Toledo, S.A.	94.980%
Gestamp Holding Argentina, S.L.	Gestamp Toledo, S.A.	43.530%
Gestamp Aveiro, S.A.	Gestamp Palencia, S.A.	54.340%
Gestamp Tech, S.L.	Gestamp Palencia, S.A.	99.670%
Gestamp Holding Argentina, S.L.	Gestamp Palencia, S.A.	15.660%
Gestamp Holding México, S.L.	Gestamp Palencia, S.A.	0.150%
Tuyauto Gestamp Morocco	Gestamp Palencia, S.A.	50.000%
Gestamp Romchamp, S.A.	Gestamp Palencia, S.A.	100.000%
Gestamp Autocomponents (Beijing) Co., Ltd.	Gestamp Autocomponents (Tianjin) Co., Ltd.	100.000%
Gestamp Córdoba, S.A.	Gestamp Argentina, S.A.	7.906%
Mursolar, 21, S.L.	Gestamp Aragón, S.A.	16.924%
Gestamp North America, INC	Gestamp Aveiro, S.A.	70.000%
Gestamp Navarra, S.A	Gestamp Metalbages, S.A.	28.630%
Ingeniería Global MB, S.A.	Gestamp Metalbages, S.A.	100.000%
Gestamp Aragon, S.A.	Gestamp Metalbages, S.A.	94.990%
Gestamp Abrera, S.A.	Gestamp Metalbages, S.A.	94.990%
MB Aragon P21, S.L.	Gestamp Metalbages, S.A.	100.000%
Gestamp Polska SP. Z.O.O.	Gestamp Metalbages, S.A.	100.000%
Gestamp Ingeniería Europa Sur, S.L.	Gestamp Metalbages, S.A.	99.960%
Gestamp Manufacturing Autochasis, S.L.	Gestamp Metalbages, S.A.	94.990%
Subgrupo Griwe	Gestamp Metalbages, S.A.	100.000%
Edscha Holding GmbH	Gestamp Metalbages, S.A.	67.000%
ESSA PALAU, S.A.	Gestamp Metalbages, S.A.	60.000%
GMF Holding GmbH	Gestamp Metalbages, S.A.	100.000%
Gestamp Services India private. Ltd.	Gestamp Levante, S.A.	98.990%
Gestamp Holding Rusia, S.L.	Gestamp Levante, S.A.	7.810%

Company	Company holding indirect investment	% Investment
Mursolar, 21, S.L.	Gestamp Navarra, S.A.	28.535%
Gestamp Holding Rusia, S.L.	Gestamp Solblank Navarra, S.L.	5.642%
Gestamp Severstal Vsevolozhsk Llc	Todlem, S.L.	100.000%
Gestamp Severstal Kaluga, Llc	Todlem, S.L.	100.000%
Mexicana Servicios Laborales, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Aguascalientes, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Puebla, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Mexicana Serv. Lab., S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Toluca, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp Puebla II, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	100.000%
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Gestamp Cartera de México, S.A. de C.V.	0.005%
Gestamp San Luis Potosí, Servicios Laborales S.A.P.I. de C.V.	Gestamp Cartera de México, S.A. de C.V.	99.990%
Gestamp Sevicios Laborales de Toluca, S.A. de C.V.	Gestamp Cartera de México, S.A. de C.V.	99.900%
Gestamp Córdoba, S.A.	Gestamp Brasil Industria de Autopeças, S.A.	3.167%
Gestamp Sorocaba Indústria de Autopeças Ltda.	Gestamp Brasil Industria de Autopeças, S.A.	100.000%
Gestamp Baires, S.A.	Gestamp Brasil Industria de Autopeças, S.A.	6.770%
MB Solblank Navarra, S.L.	Gestamp Abrera, S.A.	100.000%
Gestamp Solblank Barcelona, S.A.	Gestamp Abrera, S.A.	94.990%
Gestamp Etem Automotive Bulgaria, S.A.	Gestamp North Europe Services, S.L.	51.000%
Etem Gestamp Aluminium Extrusions, S.A.	Gestamp North Europe Services, S.L.	49.000%
Gestamp Holding Rusia, S.L.	Gestamp Polska, SP. Z.O.O.	24.561%
Edscha Holding GmbH	Gestamp Polska, SP. Z.O.O.	33.000%
Gestamp Automotive India Private Ltd.	Gestamp Polska, SP. Z.O.O.	50.000%
Gestamp Automotive Chennai Private, Ltd.	Gestamp Solblank Barcelona, S.A.	100.000%
Gestamp Holding Rusia, S.L.	Gestamp Solblank Barcelona, S.A.	6.673%
Gestamp Chattanooga, LLC.	Gestamp North America, INC	100.000%
Gestamp Mason, Llc.	Gestamp North America, INC	100.000%
Gestamp Alabama, Llc	Gestamp North America, INC	100.000%
Gestamp West Virginia, Llc.	Gestamp North America, INC	100.000%
Gestamp South Carolina, LLC.	Gestamp North America, INC	100.000%
Gestamp Washtenaw, LLC.	Gestamp North America, INC	100.000%
Gestamp San Luis de Potosí, S.A.P.I. de C.V.	Gestamp North America, INC	99.990%
Gestamp Chattanooga II, LLC.	Gestamp North America, INC	100.000%
Todlem, S.L.	Gestamp Holding Rusia, S.L.	74.980%
Gestamp Auto Components (Kunshan) Co., Ltd	Gestamp Holding China, AB	100.000%
Industrias Tamer, S.A.	Gestamp Esmar, S.A.	43.000%
Gestamp Pune Automotive, Pvt. Ltd.	Gestamp Automotive Chennai Private Ltd.	73.630%
Mursolar, 21, S.L.	Subgrupo Griwe	19.540%
Gestamp Louny S.R.O.	Subgrupo Griwe	47.280%
Gestamp Palau, S.A.	Gestamp Manufacturing Autochasis, S.L.	40.000%
Almussafes Mantenimiento Troqueles, S.L.	Gestamp Palau, S.A.	100.000%
Matricerías Deusto, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Try Out Services, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Tooling Services, AIE	Gestamp Global Tooling, S.L.	40.000%
Adral Matricería y puesta a punto, S.L.	Gestamp Global Tooling, S.L.	100.000%
Gestamp Tool Hardening, S.L.	Gestamp Global Tooling, S.L.	99.900%
Gestamp Tooling Engineering Deutschland GmbH	Gestamp Global Tooling, S.L.	100.000%
Gestamp Argentina, S.A.	Gestamp Holding Argentina, S.L.	97.000%
Gestamp Córdoba, S.A.	Gestamp Holding Argentina, S.L.	38.250%
Gestamp Baires, S.A.	Gestamp Holding Argentina, S.L.	93.230%
Gestamp Córdoba, S.A.	Gestamp Baires, S.A.	50.670%
Autotech Engineering Deutschland GmbH	Autotech Engineering S.L.	45.000%
Autotech Engineering (Shanghai), Co. Ltd.	Autotech Engineering S.L.	45.000%
Gestamp Autotech Japan K.K.	Autotech Engineering S.L.	45.000%
Autotech Engineering Spain, S.L.	Autotech Engineering S.L.	99.990%
Autotech Engineering France S.A.S.	Autotech Engineering S.L.	45.000%
Autotech Engineering R&D UK Limited	Autotech Engineering S.L.	45.000%
Autotech Engineering R&D USA Limited	Autotech Engineering S.L.	45.000%
Gestamp Tooling Erandio, S.L.	Gestamp Tool Hardening, S.L.	20.000%
Gestamp Cartera de Mexico, S.A. de CV	Gestamp Holding México, S.L.	100.000%
Gestamp Brasil Industria de Autopeças, S.A.	Gestamp Holding México, S.L.	40.330%
Gestamp Argentina, S.A.	Gestamp Holding México, S.L.	3.000%
Gestamp Hot Stamping Japan K.K.	Gestamp Kartek Co., LTD	50.000%
Gestamp Mexicana Serv. Lab. II, S.A. de CV	Gestamp Cartera de México, S.A. de C.V.	99.990%
Gestamp Mexicana Serv. Lab. II, S.A. de CV	Gestamp Puebla, S.A. de CV	0.010%
Gestamp Tooling Erandio, S.L.	Loire Sociedad Anónima Franco Española	80.000%
Gestamp Autocomponents (Tianjin) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	51.000%
Gestamp Metal Forming (Wuhan) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	100.000%
Gestamp Auto Components (Chongqing), Co. Ltd.	Gestamp (China) Holding, Co. Ltd	100.000%
Gestamp Autocomponents Sales (Tianjin) Co., Ltd.	Gestamp (China) Holding, Co. Ltd	49.000%
Ingeniería y Construcción Matrices, S.A.	Gestión Global de Matricería, S.L.	100.000%
IxCxT, S.A.	Gestión Global de Matricería, S.L.	100.000%
GGM Puebla, S.A. de C.V.	Gestión Global de Matricería, S.L.	0.001%
GGM Puebla de Servicios Laborales, S.A. de C.V.	Gestión Global de Matricería, S.L.	0.001%
GGM Puebla, S.A. de C.V.	Gestión Global de Matricería, S.L.	99.990%
Kunshan Gestool Tooling Manufacturing, Co. Ltd.	Gestión Global de Matricería, S.L.	100.000%
GGM Puebla de Servicios Laborales, S.A. de C.V.	Gestión Global de Matricería, S.L.	99.990%
Gestamp Auto Components (Shenyang), Co. Ltd.	Mursolar 21, S.L.	100.000%
Gestamp Autocomponents (Dongguan) Co., Ltd.	Mursolar 21, S.L.	100.000%
Gestamp San Luis Potosí, S.A.P.I. de C.V.	Gestamp Puebla, S.A. de CV	0.005%
Gestamp San Luis Potosí, Servicios Laborales S.A.P.I. de C.V.	Gestamp Puebla, S.A. de CV	0.010%
Celik Form Gestamp Otomotive, A.S.	Beyçelik Gestamp Kalip, A.S.	100.000%
Gestamp Beyçelik Romania, S.R.L.	Beyçelik Gestamp Kalip, A.S.	100.000%
Beyçelik Gestamp Teknoloji Kalip, A.S.	Beyçelik Gestamp Kalip, A.S.	100.000%
Beyçelik Gestamp Sasi, L.S.	Beyçelik Gestamp Kalip, A.S.	100.000%

Company	Company holding indirect investment	% Investment
Edscha Automotive Hengersberg GmbH	Edscha Holding GmbH	100.000%
Edscha Automotive Hauzenberg GmbH	Edscha Holding GmbH	100.000%
Edscha Engineering GmbH	Edscha Holding GmbH	100.000%
Edscha Automotive Technology, Co. Ltd.	Edscha Holding GmbH	100.000%
Gestamp 2008, S.L.	Edscha Holding GmbH	100.000%
Anhui Edscha Automotive parts, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Hradec, S.R.O.	Edscha Holding GmbH	100.000%
Gestamp edscha Japan, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Burgos, S.A.	Edscha Holding GmbH	0.010%
Edscha Velky Meder, S.R.O.	Edscha Holding GmbH	100.000%
Edscha Automotiv Kamenice, S.R.O.	Edscha Holding GmbH	100.000%
Edscha Engineering France SAS	Edscha Holding GmbH	100.000%
Edscha Hengersberg Real Estate GmbH	Edscha Holding GmbH	94.900%
Edscha Hauzenberg Real Estate GmbH	Edscha Holding GmbH	94.900%
Shanghai Edscha Machinery, Co. Ltd.	Edscha Holding GmbH	55.000%
Edscha Automotive Michigan, Inc.	Edscha Holding GmbH	100.000%
Edscha Togliatti, Ll.	Edscha Holding GmbH	100.000%
Edscha Automotive Components, Co. Ltd.	Edscha Holding GmbH	100.000%
Edscha Kunststofftechnik GmbH	Edscha Holding GmbH	100.000%
Edscha Pha, Ltd.	Edscha Holding GmbH	50.000%
Edscha Automotive SLP, S.A.P.I. de C.V.	Edscha Holding GmbH	99.990%
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Edscha Holding GmbH	99.990%
Edscha Automotive Components (Chongqing) Co. Ltd.	Edscha Holding GmbH	100.000%
Jui li Edscha Body Systems Co. Ltd.	Edscha Holding GmbH	60.000%
Edscha Automotive Italy	Edscha Holding GmbH	100.000%
Edscha Automotive Aapico, Co. Ltd.	Edscha Holding GmbH	50.990%
Edscha Pha Automotive Components (Kunshan) Co., Ltd.	Edscha Pha, Ltd.	100.000%
Edscha North America Technologies, Ll.	Edscha Automotive Michigan, Inc.	100.000%
Edscha Automotive Components (Shanghai), Co. Ltd.	Shanghai Edscha Machinery, Co. Ltd.	100.000%
Jui li Edscha Holding, Co. Ltd.	Jui li Edscha Body Systems Co. Ltd.	100.000%
Jui li Edscha Hainan Industry Enterprise, Co. Ltd.	Jui li Edscha Holding, Co. Ltd.	100.000%
Edscha do Brasil, Ltd.	Edscha Engineering GmbH	83.260%
Edscha Automotive SLP, S.A.P.I. de C.V.	Edscha Engineering GmbH	0.010%
Edscha Automotive SLP Servicios Laborales, S.A.P.I. de C.V.	Edscha Engineering GmbH	0.010%
Edscha Automotive Aapico, Co. Ltd.	Edscha Engineering GmbH	0.010%
Edscha Santander, S.L.	Gestamp 2008, S.L.	94.990%
Edscha Burgos, S.A.	Gestamp 2008, S.L.	99.990%
Edscha Briey, S.A.S.	Edscha Santander, S.L.	100.000%
Edscha do Brasil, Ltd.	Edscha Santander, S.L.	16.740%
G. Auto Components Wuhan Co., Ltd.	GMF Holding GmbH	100.000%
Gestamp Umformtechnik GmbH	GMF Holding GmbH	100.000%
Automotive Chassis Products, Plc.	GMF Holding GmbH	100.000%
Sofedit SAS	GMF Holding GmbH	100.000%
Gestamp (China) Holding, Co. Ltd	GMF Holding GmbH	100.000%
Gestamp Prisma SAS	GMF Holding GmbH	100.000%
Gestamp Tallent, Ltd.	Automotive Chassis Products Plc.	100.000%
Gestamp Wroclaw, Sp. Z.o.o.	Sofedit, S.A.S	100.000%
Gestamp Washington UK, Limited	Gestamp Tallent , Ltd	100.000%
Gestamp Hot Stamping Japan K.K.	Gestamp Tallent , Ltd	50.000%
Gestamp Sweden, AB	Gestamp Tallent , Ltd	0.372%

Appendix III

Guarantors for 2013 Syndicated Loan (modified in subsequent years)

Gestamp Navarra, S.A.	Gestamp Polska, Sp. Z.o.o.
Edscha Automotive Kamenice, S.R.O.	Gestamp Cerveira, Ltda.
Edscha Engineering, GmbH	Gestamp Ronchamp, S.A.S.
Edscha Briey, S.A.S.	Gestamp Servicios, S.A.
Edscha Engineering France, S.A.S.	Gestamp Washington UK, Limited
Edscha Automotive Hauenberg, GmbH	Gestamp Vendas Novas Unipessoal, Lda.
Edscha Hauenberg Real Estate, GmbH	Gestamp Vigo, S.A.
Edscha Hengersberg Real Estate, GmbH	Gestamp Umformtechnik, GmbH
Edscha Automotive Hengersberg, GmbH	Griwe Subgroup
Edscha Holding, GmbH	Ingeniería Global MB, S.A.
Edscha Hradec, S.r.o.	Loire S.A. Franco Española
Edscha Velky Meder, S.r.o.	Gestamp Abrera, S.A.
Gestamp Bizkaia, S.A.	Gestamp Aragón, S.A.
Gestamp Toledo, S.A.	Gestamp Metalbages, S.A.
Gestamp Automoción, S.A.	Gestamp Prisma, S.A.S.
Gestamp Aveiro, S.A.	SCI de Tournan en Brie
Gestamp HardTech, AB	Gestamp Solblank Barcelona, S.A.
Gestamp Hungaria, KFT	Gestamp Tallent Limited
Gestamp Linares, S.A.	Edscha Burgos, S.A
Gestamp Louny, S.r.o.	Gestamp Levante, S.A.
Gestamp Noury, S.A.S.	Edscha Santander, S.L.
Gestamp Palencia, S.A.	Gestamp Wroclaw Sp. Z.o.o.
Gestamp Esmar, S.A.	Gestamp Sweden AB
Sofedit S.A.S.	GMF Holding, GmbH
Gestamp Global Tooling, S.L.	Gestamp Funding Luxembourg, S.A.

Also, a pledge was arranged on shares of the subsidiaries Gestamp Metalbages, S.A., Gestamp Bizkaia, S.A., Gestamp Vigo, S.A., Gestamp Palencia, S.A., Gestamp Servicios, S.A. and Gestamp Toledo, S.A.

Guarantors for June 2016 European Investment Bank Loan

Gestamp Navarra, S.A.	Gestamp Noury, S.A.S.
Edscha Automotive Kamenice, S.R.O.	Gestamp Palencia, S.A.
Edscha Engineering, GmbH	Gestamp Polska, Sp. Z.o.o.
Edscha Briey, S.A.S.	Gestamp Cerveira, Ltda.
Edscha Engineering France, S.A.S.	Gestamp Ronchamp, S.A.S.
Edscha Automotive Hauenberg, GmbH	Gestamp Servicios, S.A.
Edscha Hauenberg Real Estate, GmbH	Gestamp Washington UK, Limited
Edscha Hengersberg Real Estate, GmbH	Gestamp Vendas Novas Unipessoal, Lda.
Edscha Automotive Hengersberg, GmbH	Gestamp Vigo, S.A.
Edscha Holding, GmbH	Gestamp Umformtechnik, GmbH
Edscha Hradec, S.r.o.	Ingeniería Global MB, S.A.
Edscha Velky Meder, S.r.o.	Loire S.A. Franco Española
Gestamp Bizkaia, S.A.	Gestamp Abrera, S.A.
Sofedit, S.A.S.	Gestamp Aragón, S.A.
Gestamp Automoción, S.A.	Gestamp Metalbages, S.A.
Gestamp Aveiro, S.A.	Gestamp Prisma, S.A.S.
Gestamp HardTech, AB	SCI de Tournan en Brie
Gestamp Hungaria, KFT	Gestamp Solblank Barcelona, S.A.
Gestamp Linares, S.A.	Gestamp Tallent Limited
Gestamp Louny, S.r.o.	Gestamp Sweden, AB
Gestamp Esmar, S.A.	Gestamp Funding Luxembourg, S.A.
Gestamp Wroclaw, Sp. Z.o.o.	GMF Holding, GmbH
Subgrupo Griwe	Edscha Santander, S.A.
Edscha Burgos, S.A.	Gestamp Global Tooling, S.L.
Gestamp Toledo, S.A.	Gestamp Levante, S.A.

Guarantors for May 2020 European Investment Bank Loan

Edscha Automotive Hengersberg, GmbH	Gestamp Palencia, S.A.
Edscha Holding, GmbH	Gestamp Esmar, S.A.
Griwe Subgroup	Gestamp Abrera, S.A.
Edscha Automotive Hauzenberg, GmbH	Gestamp Solblank Barcelona, S.A.
Gestamp Umformtechnik, GmbH	Loire S.A. Franco Española
Edscha Hauzenberg Real Estate, GmbH	Gestamp Aragón, S.A.
Edscha Hengersberg Real Estate, GmbH	Gestamp Linares, S.A.
Edscha Engineering, GmbH	Gestamp Vigo, S.A.
Gestamp Servicios, S.A.	Gestamp Automoción, S.A.
Gestamp Navarra, S.A.	Ingeniería Global MB, S.A.
Gestamp Bizkaia, S.A.	Gestamp Ronchamp, S.A.S.
Gestamp Metalbages, S.A.	Gestamp Noury, S.A.S.
Edscha Briey, S.A.S.	Gestamp Hungaria, KFT
Sofedit, S.A.S.	Gestamp Polska, Sp. Z.o.o.
SCI de Tournan en Brie	Gestamp Wroclaw, Sp. Z.o.o.
Edscha Engineering France, S.A.S.	Gestamp Ceveira, Ltda.
Gestamp Prisma, S.A.S.	Gestamp Vendas Novas Unipessoal, Lda.
Gestamp Aveiro, S.A.	Edscha Automotive Kamenice, S.R.O.
Edscha Hradec, S.r.o.	Gestamp Tallent Limited
Gestamp Louny, S.r.o.	Edscha Velky Meder, S.r.o.
Gestamp Washington UK, Limited	Gestamp Sweden, AB
Gestamp HardTech, AB	Gestamp Funding Luxembourg, S.A.
Edscha Santander, S.A.	Gestamp Levante, S.A.
Edscha Burgos, S.A.	Gestamp Global Tooling, S.L.
GMF Holding, GmbH	Gestamp Toledo, S.A.

Guarantors for KfW IPEX Bank GmbH Loan

Gestamp Navarra, S.A.	Gestamp Noury, S.A.S.
Edscha Automotive Kamenice, S.R.O.	Gestamp Palencia, S.A.
Edscha Engineering, GmbH	Gestamp Polska, Sp. Z.o.o.
Edscha Briey, S.A.S.	Gestamp Ceveira, Ltda.
Edscha Engineering France, S.A.S.	Gestamp Ronchamp, S.A.S.
Edscha Automotive Hauzenberg, GmbH	Gestamp Servicios, S.A.
Edscha Hauzenberg Real Estate, GmbH	Gestamp Washington UK, Limited
Edscha Hengersberg Real Estate, GmbH	Gestamp Vendas Novas Unipessoal, Lda.
Edscha Automotive Hengersberg, GmbH	Gestamp Vigo, S.A.
Edscha Holding, GmbH	Gestamp Umformtechnik, GmbH
Edscha Hradec, S.r.o.	Ingeniería Global MB, S.A.
Edscha Velky Meder, S.r.o.	Loire S.A. Franco Española
Gestamp Bizkaia, S.A.	Gestamp Abrera, S.A.
Gestamp Levante, S.A.	Gestamp Aragón, S.A.
Gestamp Automoción, S.A.	Gestamp Metalbages, S.A.
Gestamp Aveiro, S.A.	Gestamp Prisma, S.A.S.
Gestamp HardTech, AB	SCI de Tournan en Brie
Gestamp Hungaria, KFT	Gestamp Solblank Barcelona, S.A.
Gestamp Linares, S.A.	Gestamp Tallent Limited
Gestamp Louny, S.r.o.	Gestamp Sweden, AB
Gestamp Esmar, S.A.	Gestamp Funding Luxembourg, S.A.
Gestamp Wroclaw, Sp. Z.o.o.	Gestamp Toledo, S.A.
Sofedit, S.A.S.	Edscha Santander, S.A.
Edscha Burgos, S.A.	Griwe Subgroup

Guarantors for April 2018 Bond issue

Gestamp Navarra, S.A.	Gestamp Noury, S.A.S.
Edscha Automotive Kamenice, S.R.O.	Gestamp Palencia, S.A.
Edscha Engineering, GmbH	Gestamp Polska, Sp. Z.o.o.
Edscha Briey, S.A.S.	Gestamp Cerveira, Ltda.
Edscha Engineering France, S.A.S.	Gestamp Ronchamp, S.A.S.
Edscha Automotive Hauenberg, GmbH	Gestamp Servicios, S.A.
Edscha Hauenberg Real Estate, GmbH	Gestamp Washington UK, Limited
Edscha Hengersberg Real Estate, GmbH	Gestamp Vendas Novas Unipessoal, Lda.
Edscha Automotive Hengersberg, GmbH	Gestamp Vigo, S.A.
Edscha Holding, GmbH	Gestamp Umformtechnik, GmbH
Edscha Hradec, S.r.o.	Griwe Subgroup
Edscha Velky Meder, S.r.o.	Ingeniería Global MB, S.A.
Gestamp Bizkaia, S.A.	Loire S.A. Franco Española
Edscha Santander, S.A.	Gestamp Abrera, S.A.
Gestamp Toledo, S.A.	Gestamp Aragón, S.A.
Gestamp Aveiro, S.A.	Gestamp Metalbages, S.A.
Gestamp HardTech, AB	Gestamp Prisma, S.A.S.
Gestamp Hungaria, KFT	SCI de Tournan en Brie
Gestamp Linares, S.A.	Gestamp Solblank Barcelona, S.A.
Gestamp Louny, S.r.o.	Gestamp Tallent Limited
Gestamp Esmar, S.A.	Gestamp Sweden, AB
Gestamp Wroclaw, Sp. Z.o.o.	Edscha Burgos, S.A.
Sofedit, S.A.S.	Gestamp Levante, S.A.
GMF Holding, GmbH	Gestamp Funding Luxembourg, S.A.
Gestamp Global Tooling, S.L.	

Also, a pledge was arranged on shares of the subsidiaries Gestamp Metalbages, S.A., Gestamp Bizkaia, S.A., Gestamp Vigo, S.A., Gestamp Palencia, S.A., Gestamp Servicios, S.A. and Gestamp Toledo, S.A.

Guarantors for October 2019 Schuldschein Bond issue

Gestamp Metalbages, S.A.	Gestamp Navarra, S.A.
Gestamp Palencia, S.A.	Gestamp Polska, Sp. Z.o.o.
Gestamp Servicios, S.A.	Gestamp Umformtechnik, GmbH
Gestamp Toledo, S.A.	Sofedit, S.A.S.
Gestamp Bizkaia, S.A.	Gestamp Tallent, Ltd.
Gestamp Vigo, S.A.	

Guarantors for Caixabank, S.A. Loan March 2020

Gestamp Servicios, S.A.	Gestamp Cerveira, LDA.
Gestamp Bizkaia, S.A.	Gestamp Umformtechnik, GmbH
Gestamp Navarra, S.A.	Gestamp Tallent, Ltd.
Gestamp Palencia, S.A.	Gestamp Polska, Sp. Z.o.o.
Gestamp Metalbages, S.A.	Sofedit, S.A.S.
Gestamp Aveiro, LDA.	

Guarantor Companies for the Loan from Instituto de Crédito Oficial, Corporate State-owned Entity, July 2020

Edscha Automotive Hengersberg, GmbH	Sofedit, S.A.S.
Edscha Holding, GmbH	SCI de Tournan en Brie
Griwe Subgroup	Edscha Engineering France, S.A.S.
Edscha Automotive Hauzenberg, GmbH	Gestamp Prisma, S.A.S.
Gestamp Umformtechnik, GmbH	Gestamp Hungaria, KFT
Edscha Hauzenberg Real Estate, GmbH	Gestamp Polska, Sp. Z.o.o.
Edscha Hengersberg Real Estate, GmbH	Gestamp Wroclaw, Sp. Z.o.o.
Edscha Engineering, GmbH	Gestamp Aveiro, S.A.
Gestamp Servicios, S.A.	Gestamp Cerveira, Ltda.
Gestamp Navarra, S.A.	Gestamp Vendas Novas Unipessoal, Lda.
Gestamp Bizkaia, S.A.	Edscha Automotive Kamenice, S.R.O.
Gestamp Metalbages, S.A.	Edscha Hradec, S.r.o.
Gestamp Esmar, S.A.	Gestamp Louny, S.r.o.
Gestamp Palencia, S.A.	Gestamp Tallent Limited
Gestamp Abrera, S.A.	Gestamp Washington UK, Limited
Gestamp Solblank Barcelona, S.A.	Edscha Velky Meder, S.r.o.
Loire S.A. Franco Española	Gestamp HardTech, AB
Gestamp Aragón, S.A.	Gestamp Sweden, AB
Gestamp Linares, S.A.	Gestamp Funding Luxembourg, S.A.
Gestamp Vigo, S.A.	GMF Holding, GmbH
Gestamp Automoción, S.A.	Edscha Santander, S.A.
Ingeniería Global MB, S.A.	Edscha Burgos, S.A.
Gestamp Ronchamp, S.A.S.	Gestamp Global Tooling, S.L.
Gestamp Noury, S.A.S.	Gestamp Toledo, S.A.
Edscha Briey, S.A.S.	Gestamp Levante, S.A.



Management Discussion and Analysis of the
Financial Condition and Results of Operations
for the six months period ended June 30, 2021

Gestamp Automoción, S.A.

July 26, 2021

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1. LEGAL NOTICE IN RELATION TO THE PRESENTATION OF FINANCIAL AND OTHER INFORMATION

1.1. Financial information and operational data

Unless otherwise indicated, all financial information in this report has been prepared in accordance with IFRS applicable at the relevant date and is presented in Euros. IFRS differs in certain significant respects from generally accepted accounting principles in the US.

Certain information presented in this report has not been prepared in accordance with IFRS or any other accounting standards. As used in this report, this information includes “EBITDA”, which represents operating profit before amortization, impairment and depreciation. This report also contains other measures such as: cash, cash equivalent and current financial assets, total financial debt and net financial debt, growth at constant exchange rates, and capex split by categories. We present these non-IFRS measures because we believe those indicators and similar measures are widely used by certain investors, securities analysts and other interested parties as supplemental measures of performance and liquidity.

In particular, we believe that EBITDA is meaningful for investors because it provides an analysis of our operating results, profitability and ability to service debt and because EBITDA is used by our chief operating decision makers to track our business evolution, establish operational and strategic targets and make important business decisions. To facilitate the analysis of our operations, this indicator excludes amortization, impairment and depreciation expenses from operating profit in order to eliminate the impact of general long-term capital investment. Although we are presenting this measure to enhance the understanding of our historical operating performance, EBITDA should not be considered an alternative to operating profit as an indicator of our operating performance, or an alternative to cash flows from operating activities as a measure of our liquidity. Growth at constant exchange rates is a numerical translation of our figures from local currencies to euros, and not a description of the situation if the currencies had not moved, as this could have had some other implications on the economy and our business situation and contracts. Capex split in categories is a management judgement, and should not be considered as a substitute for additions of tangible and intangible assets, nor depreciation and amortization. The presentation of these measures is not intended to and does not comply with the reporting requirements of the SEC; compliance with its requirements would require us to make changes to the presentation of this information.

Rounding adjustments have been made in calculating some of the financial information included in this report. Figures shown as totals in some tables and elsewhere may not be exact arithmetic aggregations of the figures that precede them.

1.2. Industry data

In this report, we may rely on and refer to information regarding our business and the market in which we operate and compete in. We have obtained this information from various third party sources, including providers of industry data, discussions with our customers and our own internal estimates. We cannot assure that any of this information is accurate or correctly reflects our position in the industry, and none of our internal surveys or information has been verified by any independent sources. We do not make any representation or warranty as to the accuracy or completeness of any such information set forth in this report.

1.3. Forward looking statements and other qualifications

The following discussion and analysis is based on and should be read in conjunction with our historical financials included elsewhere in this quarterly report. Certain capitalized terms used herein have the meaning set out in the offering memorandum for our senior secured notes due 2026.

The discussion includes forward looking statements, which, although based on assumptions that we consider reasonable, are subject to risks and uncertainties, which could cause actual events or conditions to differ materially from those implied herein. Please be cautioned not to place undue reliance on these forward looking statements. These forward statements are made as of the date of this report and are not intended to give any assurance as to future results.

2. BUSINESS PERFORMANCE UPDATE

According to the International Monetary Fund (*IMF World Economic Outlook as of April 2021*) global GDP growth will be at 6.0% for 2021 (0.5 percentage points higher than the January 2021 WEO projections). The upward revision was driven by further fiscal stimulus policies implemented by some of the advanced economies together with the positive pace of the vaccination campaign against the COVID-19 pandemic in some countries. However, as highlighted by the IMF, the economic recovery will vary across the different regions, subject to the evolution of the pandemic and consequently its impact on the economic activity. As for 2022, the IMF expects global GDP to grow by 4.4% year-on-year.

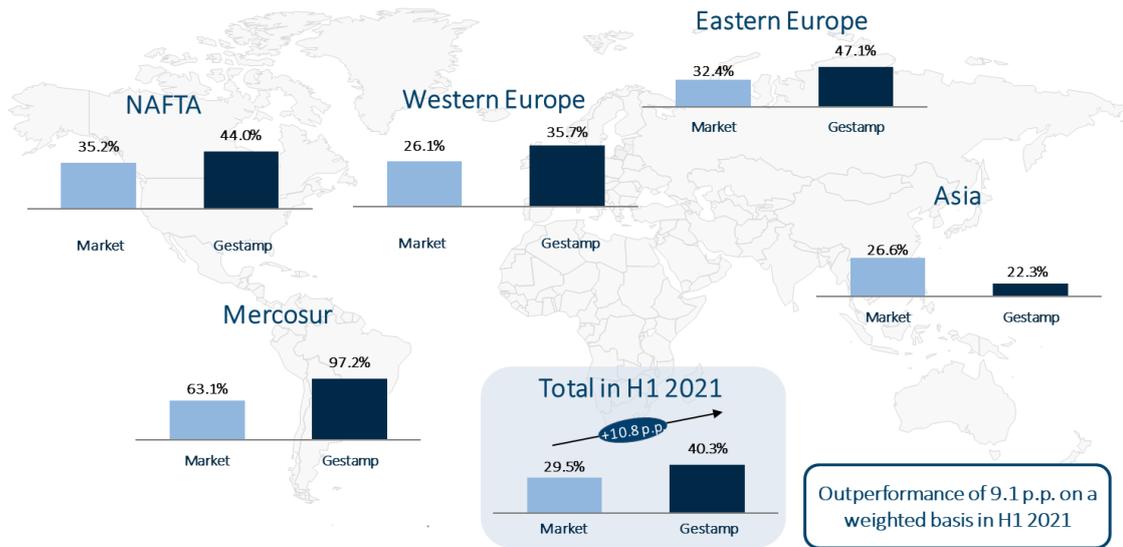
In this context, the auto sector experienced a challenging first half of 2021, as a consequence of the supply chain disruptions caused by the shortage of semiconductors. However, the first half of 2020 was significantly impacted by the COVID-19 pandemic and this has resulted in automotive production volumes growth in Gestamp's footprint of 29.5% year-on-year during the first half of the year (-12.1% versus H1 2019, according to IHS as of July 2021). Gestamp outperformed the market production volume growth on a constant currency basis by 10.8 percentage points (in Gestamp's footprint – IHS data as of July 2021). On a weighted basis, the outperformance to the market stood at 9.1 p.p. for the period. During the first half, all regions experienced volume production increases. Mercosur was the best performing region with a 63.1%, whilst Western Europe and Asia were the weakest regions with 26.1% and 26.6% growth, respectively.

Improving top line performance during the period versus the previous year, our strict cost control and the implementation of our Transformation Plan have allowed us to increase our EBITDA in absolute terms as well as our EBITDA profitability versus H1 2020. This, together with a disciplined capex profile and working capital management has allowed us to maintain net debt levels close to those of FY 2020.

Current auto production volume expectations for the year remain uncertain and will largely depend on the evolution of the semiconductor supply shortage. According to industry sources, Q2 2021 was expected to be the most negatively impacted by the semiconductor supply shortage, although uncertainty remains for the rest of the year. Despite this, industry fundamentals remain solid and IHS forecasts production volumes growth of 10.0% for 2021 (IHS geographies as of July 2021) vs. 2020.

Following the strong performance achieved during this first half period, the Company is now upgrading its 2021 guidance. We are now guiding for a capex that will stand below 6.5% of revenues vs. a previous 7% and a net debt reduction of €100 m compared to a previous target of net debt standing below €2 bn. Additionally, the Company reiterates its revenue and EBITDA guidance for the year of mid-single digit outperformance with an EBITDA margin of above 12%.

Gestamp Revenue Growth at Constant FX vs. Market Production Growth in Gestamp Markets



Note: Gestamp's growth at constant FX used for comparability with production volumes. Market production volume growth is based on countries in Gestamp's production footprint (IHS data for H1 2021 as of July 2021). Western Europe data includes Morocco in line with our reporting. 1. Market and Gestamp weighted growth measured with H1 2020 geographical weights as a base

3. FINANCIAL PERFORMANCE FOR THE PERIOD

	Second Quarter			YTD June 30,		
	2020	2021	% Change	2020	2021	% Change
Consolidated Income Statement Data	<i>(Millions of Euros)</i>			<i>(Millions of Euros)</i>		
Operating income	1,036.4	2,012.9	94.2%	3,097.3	4,181.7	35.0%
Revenue	1,034.0	1,967.4	90.3%	3,045.3	4,075.5	33.8%
Other operating income	52.0	29.2	-43.8%	88.1	50.3	-42.9%
Changes in inventories	-49.6	16.3	-	-36.1	55.9	-
Operating expenses	-1,103.0	-1,773.2	60.8%	-2,971.3	-3,683.5	24.0%
Raw materials and other consumables	-617.0	-1,167.0	89.1%	-1,816.5	-2,446.5	34.7%
Personnel expenses	-260.4	-358.4	37.6%	-664.9	-730.8	9.9%
Other operating expenses	-135.7	-247.8	82.6%	-400.0	-506.2	26.6%
Transformation Plan - Operating Expenses	-89.9	0.0	-	-89.9	0.0	-
EBITDA	-66.6	239.7	-	126.0	498.2	295.4%
Depreciation, amortization and impairment losses	-153.1	-143.6	-6.2%	-302.9	-290.3	-4.2%
Transformation Plan - Amortiz / Impairment	-13.3	0.0	-	-13.3	0.0	-
Operating profit	-233.0	96.1	-	-190.2	207.9	-
Finance income	2.9	0.6	-79.3%	4.2	5.8	38.1%
Finance expenses	-42.1	-38.4	-8.8%	-81.2	-78.6	-3.2%
Exchange gains (losses)	-28.4	2.7	-	-34.2	6.8	-
Other	-3.9	0.2	-	-4.6	1.9	-
Profit from continuing operations	-304.5	61.2	-	-306.0	143.8	-
Income tax expense	70.3	-13.8	-	70.6	-33.1	-
Profit for the period	-234.2	47.4	-	-235.4	110.7	-
Profit (loss) attributable to non-controlling interests	21.7	-15.5	-	36.9	-27.9	-
Profit attributable to equity holders of the parent	-212.5	31.9	-	-198.5	82.8	-

3.1. Revenues

During the second quarter of 2021, revenues reached €1,967.4 million, of which Body-in-White and Chassis represented €1,640.8 million, Mechanisms €234.2 million, and Tooling and others €92.4 million.

Revenues in the second quarter of 2021 grew by €933.4 million or 90.3% to €1,967.4 million versus €1,034.0 million in the second quarter of 2020. This strong increase in revenues comes as a result of the second quarter of 2020 being heavily impacted by the unprecedented challenge of the COVID-19 pandemic, which led to customers' plant shutdowns across all regions, hence making a very soft base to compare with our results in the second quarter of 2021.

3.2. Operating expenses

Raw materials and other consumables. Expenses related to raw materials and other consumables increased by €550.0 million, or 89.1%, to €1,167.0 million in the second quarter of 2021, compared to €617.0 million for the same period of 2020. This increase is in line with the increase in revenues.

Personnel expenses. Personnel expenses increased by €98.0 million, or 37.6% for the second quarter of 2021 to €358.4 million from €260.4 million for the same period in 2020. The increase was as a result of the increase in the activity level while maintaining cost reduction and flexibility measures.

Other operating expenses. Other operating expenses increased by €112.1 million, or 82.6%, to €247.8 million in the second quarter of 2021 from €135.7 million for the same period of 2020. The increase was a result of the increase in the activity level while maintaining cost reduction and flexibility measures.

Transformation Plan. As a result of the situation caused by COVID 19, costs of €2.9 million were incurred in the second quarter of 2020 and a provision of €87.0 million was also recognized.

3.3. EBITDA

EBITDA increased by €216.4 million for the second quarter of 2021 to €239.7 million from €23.3 million for the same period in 2020 (excluding costs related to the Transformation Plan, which accounted for €89.9 million in this period). The increase was mainly due to the increase in activity level the cost reduction and flexibility measures included in the transformation plan implemented by the Group.

Depreciation, amortization and impairment losses. Depreciation expense decreased by €9.5 million, or -6.2%, to €143.6 million versus €153.1 million in the second quarter of 2020. The decrease is due to the FX effect.

Additionally, in the second quarter of 2020 a provision was made for the deterioration of fixed assets for an amount of €13.3 million derived from the pandemic situation.

3.4. Operating result

The operating result excluding the costs of the Transformation Plan increased by €225.9 million to €96.1 million in the second quarter of 2021 versus -€129.8 million for the same period in 2020. This increase is mainly due to the higher EBITDA.

3.5. Financial result

Net financial expenses for the second quarter of 2021 decreased by €1.4 million, or -3.6%, to €37.8 million versus €39.2 million for the same period in 2020. This decrease is primarily due to the effect of saving of financial expenses by the early redemption of our senior secured notes due 2023.

3.6. Exchange differences

Exchange gains amounted to €2.7 million in the second quarter of 2021 versus losses of -€28.4 million in the second quarter of 2020. Exchange gains in Q2 2021 were mainly recorded in Poland, Brazil and Czech Republic partially offset by exchange losses in Turkey.

3.7. Income tax expense

The tax expense was €13.8 million in the second quarter of 2021, which implies a difference of €84.1 million with the €70.3 million income for the same period in 2020. Effective tax rate for the period was 22.5%.

3.8. Result attributable to non-controlling interests

Result attributable to non-controlling interests for the second quarter of 2021 implied a negative impact of €15.5 million. The gains attributable to non-controlling interests in the

second quarter of 2021 is consistent with the performance of Profit Before Tax and is the result of gains in those operations in which the group has non-controlling interests.

4. FINANCIAL INFORMATION BY GEOGRAPHIC SEGMENT

4.1. Revenues & EBITDA

	Second Quarter			YTD June 30		
	2020	2021	% Change	2020	2021	% Change
Revenues	<i>(Millions of Euros)</i>			<i>(Millions of Euros)</i>		
Western Europe	437.0	884.6	102.4%	1,331.9	1,810.0	35.9%
Eastern Europe	164.9	297.6	80.4%	478.4	639.9	33.8%
Mercosur	17.4	107.0	513.9%	142.6	221.2	55.2%
North America	169.6	416.5	145.6%	664.5	889.8	33.9%
Asia	245.0	261.6	6.8%	427.8	514.6	20.3%
Total	1,034.0	1,967.3	90.3%	3,045.3	4,075.5	33.8%

	Second Quarter			YTD June 30		
	2020	2021	% Change	2020	2021	% Change
EBITDA (excl. Transf. Costs)	<i>(Millions of Euros)</i>			<i>(Millions of Euros)</i>		
Western Europe	-4.8	92.8	-	64.5	192.6	198.9%
Eastern Europe	19.5	51.2	163.2%	63.5	104.9	65.1%
Mercosur	-12.5	11.7	-	-7.1	24.0	-
North America	-12.7	50.4	-	44.4	105.0	136.6%
Asia	33.8	33.6	-0.7%	50.7	71.6	41.3%
Total	23.3	239.7	928.3%	215.9	498.1	130.7%

Western Europe

In the quarter, revenues reached €884.6 million, an increase of €447.6 million, or 102.4% (+101.5% at constant FX) versus Q2 2020. This region has experienced a very strong volume recovery this Q2 on a year-on-year basis as it experienced the highest impact from the COVID-19 outbreak during this period last year. As a result, volume production in the region has increased by 93.5% versus Q2 2020 (IHS data as of July 2021 for Gestamp's footprint). The recovery is well spread across the region, with Morocco, France and the United Kingdom having the strongest growth.

EBITDA in the quarter rose to €92.8 million, an increase of €97.7 million versus Q2 2020 -€4.8 million figure. Operations in Western Europe have shown high resilience with an operating leverage of 21.8% in Q2 21.

During the first half of the year, revenues in Western Europe reached €1,810.0 million, an increase of €478.1 million, or 35.9% (+35.7% at constant FX) versus H1 2020. EBITDA reached €192.6 million in the region, an increase of €128.2 million, or 198.9% (+198.6% at constant FX) versus H1 2020.

Eastern Europe

Revenues in Q2 2021 increased by €132.7 million, or 80.4% (+94.2% at constant FX) versus the second quarter of 2020, reaching €297.6 million. Similar to Western Europe, Eastern Europe experienced a strong recovery in Q2 with the market growing 84.6% versus Q2 2020 (IHS data as of July 2021 for Gestamp's footprint) due to the soft comparison basis. Performance was

positive across all countries in the region, although Bulgaria, Romania and Czech Republic showed the strongest growth in the quarter. The region experienced FX headwinds, mainly in Turkey which impacts negatively our results.

In the quarter, EBITDA reached €51.2 million, resulting in a 163.2% increase (+193.4% at constant FX) or €31.8 million when compared to the second quarter of 2020. EBITDA margin in the quarter was 17.2%. Operations in the region have shown good flexibility with an operating leverage of 23.9% in Q2 21.

During the first half of 2021, revenues saw an increase of €161.5 million, or 33.8% (+47.1% at constant FX) versus the first half of 2020, reaching €639.9 million. EBITDA in Eastern Europe reached €104.9million during the first half of 2021, resulting in a 65.1% rise (+86.0% at constant FX) or an increase of €41.4 million when compared to the first half of 2020.

Mercosur

During the second quarter, revenues in the region increased by €89.6 million, or 513.9% (+606.6% at constant FX) versus Q2 2020, reaching €107.0 million. This strong performance in the quarter comes as a result of Mercosur being one of the most impacted region by the COVID-19 pandemic in Q2 20.

EBITDA in Q2 2021 reached €11.7million, an increase of €24.1 million versus a loss of -€12.5 million in the second quarter of 2020. In terms of EBITDA margin, the region reached a 10.9% figure for the quarter versus the negative performance in the previous year.

Revenues in Mercosur reached €221.2 million in H1 2021, an increase of €78.6 million or 55.2% (+97.2% at constant FX) from €142.6 million in H1 2020. EBITDA rose to €24.0 million during the first six months of 2021, an increase of €31.1 million (+€36.9 million at constant FX) from -€7.1 million in the first six months of 2020.

North America

Revenues in Q2 2021 increased by €246.9 million, or 145.6% (+158.0% at constant FX) versus Q2 2020, reaching €416.5 million. Similar to Western Europe, North America experienced an increase in activity in the quarter with the market rising 143.9% versus Q2 2020 (IHS data as of July 2021 for Gestamp's footprint).

During Q2 2021, EBITDA in the region reached €50.4 million, an increase of €63.0 million when compared to Q2 2020. In the second quarter of 2021, EBITDA margin in North America reached a 12.1%. Operations in the region have shown good flexibility with an operating leverage of 25.5% in Q2 21.

In H1 2021, North America reported revenues increase of €225.3 million, or 33.9% (+44.0% at constant FX) versus H1 2020, reaching €889.8 million. EBITDA in North America reached €105.0 million in H1 2021, resulting in an increase of 136.6% (+152.2% at constant FX) or €60.6 million when compared to H1 2020.

Asia

During Q2 2021, revenues reached €261.6 million, implying an increase of €16.6 million, or 6.8% (+7.8% at constant FX) versus Q2 2020. Performance in the region was softer when compared to other regions because COVID-19 impact in Asia Q2 2020 was limited compared to the rest of the world. The highest impact in Asia, particularly in China, from COVID-19 outbreak was during Q1.

EBITDA in the quarter was broadly flat at €33.6 million versus the €33.8 million seen in Q2 2020, implying a slight decrease of -0.7% (+0.5% at constant FX).

During the first six months of 2021, revenues reached €514.6 million, an increase of €86.7 million, or 20.3% (+22.3% at constant FX) versus H1 2020. In H1 2021 EBITDA in Asia reached €71.6 million, a 41.3% increase (+44.4% at constant FX) or €20.9 million when compared to the €50.7million reported in H1 2020.

5. INFORMATION ON CASH FLOW STATEMENT

	Second Quarter		YTD June 30,	
	2020	2021	2020	2021
CASH FLOWS FROM OPERATING ACTIVITIES	<i>(Millions of Euros)</i>		<i>(Millions of Euros)</i>	
Profit for the year before taxes and minority interest	-304.5	61.2	-306.0	143.8
Adjustments to profit	237.9	178.4	432.0	354.3
Depreciation and amortisation of fixed assets	166.4	143.6	316.2	290.3
Financial income	-2.8	-0.6	-4.2	-5.8
Financial expenses	42.2	38.4	81.3	78.6
Total exchange rate differences	28.2	-2.7	34.1	-6.8
Share of profits from associates - equity method	0.1	-0.2	-0.4	-0.5
Change in fair value of financial instruments	1.2	0.0	3.3	0.0
Gains or losses on disposal of financial instruments	0.0	0.6	0.0	-0.4
Inflation result	2.6	-0.7	1.7	-1.1
TOTAL EBITDA	-66.6	239.6	126.0	498.1
Other Adjustments to profit	36.5	-5.3	39.0	-23.0
Change in provisions	89.0	-0.6	94.0	2.7
Grants released to income	-1.1	-1.5	-2.2	-2.6
Profit from disposal of fixed assets	1.7	-0.8	0.9	-1.5
Unrealised exchange rate differences	-50.5	-2.5	-52.0	-23.1
Other income and expenses	-2.6	0.1	-1.7	1.5
Changes in working capital	-55.5	6.3	-46.1	-41.2
(Increase) / Decrease in Inventories	84.2	-40.1	42.4	-113.3
(Increase) / Decrease in Trade and other receivables	106.3	118.8	179.3	18.1
(Increase) / Decrease in Other current assets	0.3	4.8	-12.3	-9.6
Increase / (Decrease) in Trade and other payables	-244.9	-71.5	-255.5	61.3
Increase / (Decrease) in Other current liabilities	-1.4	-5.7	0.0	2.3
Other cash-flows from operating activities	-73.4	-81.7	-117.9	-93.5
Interest paid	-46.8	-54.7	-77.4	-81.8
Interest received	2.9	0.6	4.2	5.8
Proceeds (payments) of income tax	-29.5	-27.6	-44.7	-17.5
Cash flows from operating activities	-159.0	158.9	1.0	340.4

	Second Quarter		YTD June 30,	
	2020	2021	2020	2021
CASH FLOWS FROM INVESTING ACTIVITIES	<i>(Millions of Euros)</i>		<i>(Millions of Euros)</i>	
Payments on investments	-131.4	-135.6	-341.8	-331.3
Group companies and associates	0.0	0.0	0.0	0.0
Intangible assets	-13.2	-18.4	-36.6	-37.8
Property, plant and equipment	-119.6	-131.5	-301.0	-288.8
Other financial assets	1.4	14.3	-4.2	-4.7
Proceeds from divestments	53.9	5.8	59.3	7.6
Group companies and associates	0.0	0.0	0.0	0.0
Intangible assets	-0.3	0.2	0.9	0.8
Property, plant and equipment	20.3	3.7	24.5	4.9
Other financial assets	33.9	1.9	33.9	1.9
Grants, donations and legacies received	3.3	0.5	3.7	0.3
Cash flows from investing activities	-74.2	-129.3	-278.8	-323.4
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds and payments on equity instruments	39.8	-35.1	18.4	-49.0
Purchase of shares from non-controlling interests	0.0	-25.7	0.0	-25.7
Change in non-controlling interests	4.9	-2.5	5.4	-3.8
Own shares	0.8	-1.6	-0.8	-2.5
Other equity movements	34.1	-5.3	13.8	-17.0
Proceeds and payments on financial liabilities	779.6	-540.8	1,102.4	-884.2
Proceeds from	841.9	60.3	1,190.7	76.5
Bonds and other securitites to trade	0.0	0.0	0.0	0.0
Interest-bearing loans and borrowings	459.5	60.0	801.1	74.5
Net increase of credit lines and commercial discount	380.9	0.0	385.5	0.0
Borrowings from Group companies and associates	0.0	0.0	2.0	0.0
Other borrowings	1.5	0.3	2.1	2.0
Repayment of	-62.3	-601.1	-88.3	-960.7
Bonds and other securitites to trade	0.0	-500.0	0.0	-500.0
Interest-bearing loans and borrowings	-61.7	-77.5	-87.1	-144.9
Net decrease of credit lines and commercial discount	0.0	-22.5	0.0	-312.8
Borrowings from Group companies and associates	0.0	-1.1	0.0	-1.1
Other borrowings	-0.6	0.0	-1.2	-1.9
Payments on dividends and other equity instruments	-7.0	-0.4	-38.6	-0.4
Dividends	-7.0	-0.4	-38.6	-0.4
Cash flows from financing activities	812.4	-576.3	1,082.2	-933.6
Effect of changes in exchange rates	22.2	5.2	17.8	29.9
Cash in assets held for sale	0.0	0.0	0.0	0.0
NET INCREASE/ DECREASE OF CASH OR CASH EQUIVALENTS	601.4	-541.5	822.2	-886.7

5.1. Cash flow from operating activities

Cash flow from operating activities in the second quarter of 2021 increased by €317.9 million to a net amount of €158.9 million, from -€159.0 million for the same period of 2020. This increase was primarily due to the increase in EBITDA and adjustments to the result for €264.4 million and the increase in Working Capital by €61.8 million.

5.2. Working capital

Working capital represented a cash inflow of €6.3 million during the second quarter of 2021 versus a cash outflow of €55.5 million in the second quarter of 2020.

Our working capital requirements are largely derived from our trade accounts receivable and other accounts receivable, which are comprised primarily of amounts owed by our customers, inventories comprised primarily of raw materials (primarily steel), and other current assets that include accounts receivable with the Public Treasury for payments on account of taxes or tax refunds.

Our accounts payable to suppliers and other accounts payable correspond to the amounts payable for the purchase of raw materials and services, amounts payable to the Treasury for taxes and payments to our employees for accrued remuneration. Historically, we have financed our working capital needs through the funds generated by our operations, as well as loans from financial entities and funds from other sources of financing.

5.3. Cash flow used in investing activities

Cash flow used in investing activities during the second quarter of 2021 increased by €55.1 million to €129.3 million from €74.2 million for the same quarter of 2020. The Investments in the second quarter of 2020 were mainly focused on projects in North America, China, Germany and United Kingdom.

5.4. Cash flow from financing activities

Cash flow used by financing activities during the second quarter of 2021 amounted to €576.3 million primarily due to the early redemption of our senior secured notes due 2023 by €500.0 million.

6. INVESTMENTS IN FIXED ASSETS

	Second Quarter		YTD June 30	
	2020	2021	2020	2021
Capital expenditures	<i>(Millions of Euros)</i>		<i>(Millions of Euros)</i>	
Intangible assets	14.9	18.5	39.6	37.2
Tangible assets	96.4	83.6	217.4	174.6
- Growth Capex	40.0	31.1	101.3	62.8
- Recurrent Capex	56.4	52.5	116.1	111.8
Total (excl IFRS 16)	111.3	102.1	257.0	211.8
- Effect IFRS 16	-0.8	0.1	42.9	6.8
Total	110.5	102.2	299.9	218.6

Investments in fixed assets during the second quarter of 2021 amounted to €102.1 million (€102.2 million including IFRS 16) compared to the €111.3 million for the second quarter of 2020 (€110.5 million including IFRS 16). This represents a -7.5% decrease in capital expenditures. Investments in fixed assets consist mainly of property, plant and equipment.

Growth capital expenditure has been reduced during the second quarter of 2021 to €31.1 million. Growth capex include greenfield projects, additional plant expansions, and new customer products / technologies.

Recurrent capex has moderated to levels of €52.5 million during Q2 2021. Recurrent capex includes investments in plant maintenance and business replacement and was in line with last year's trend.

Intangible capital expenditures during Q2 2021 amounted to €18.5 million and includes expenditure on intangible assets such as research and development costs.

Contractual obligations

Our contractual obligations provide for payments primarily in accordance with our outstanding financial debt, including financial obligations arising from senior secured bonds, but excluding financial derivatives.

	As of June 30, 2021			
	Total	Less than 1 year	1 - 5 years	More than 5 years
Contractual obligations	<i>(Millions of Euros)</i>			
Interest bearing loans and borrowings	3,092.8	457.4	1,890.3	745.1
Financial leases and operating leasing	463.9	72.7	212.9	178.3
Borrowings from associated companies	126.9	56.2	57.7	13.0
Other financial debts	251.1	230.6	18.4	2.1
Total Financial Debts	3,934.7	816.9	2,179.3	938.5
Non interest bearing loans	14.3	0.0	10.4	3.9
Current non-trade liabilities	123.3	97.1	26.2	0.0
Total Contractual Obligations	4,072.3	914.0	2,215.9	942.4

7. INFORMATION ON CONSOLIDATED BALANCE SHEET

GESTAMP AUTOMOCION, S.A. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEET

	June 30, 2020	December 31, 2020	June 30, 2021
Consolidated Balance Sheet Data:	<i>(Millions of Euros)</i>		
Non-current assets	5,442.0	5,267.4	5,250.3
Intangible assets	469.1	459.9	456.6
Property, plant and equipment	4,383.7	4,234.1	4,199.4
Financial assets	71.8	85.6	85.7
Deferred tax assets	517.4	487.8	508.6
Current assets	3,496.8	4,089.5	3,275.2
Assets held for sale	0.0	0.0	0.0
Inventories	444.0	358.2	415.8
Assets from contract with customers	480.5	469.2	449.4
Trade and other receivables	912.2	817.6	837.7
Other current assets	123.2	108.5	118.1
Financial assets	56.1	31.4	36.3
Cash and cash equivalent	1,480.8	2,304.6	1,417.9
Total assets	8,938.8	9,356.9	8,525.5
Consolidated Balance Sheet Data:	<i>(Millions of Euros)</i>		
Equity	1,968.5	1,953.6	2,047.3
Equity attributable to shareholders of the parent	1,542.1	1,509.5	1,613.2
Equity attributable to non-controlling interest	426.4	444.1	434.1
Non-current liabilities	4,530.6	4,318.9	3,694.1
Deferred income	25.2	37.5	35.0
Provisions	150.1	175.3	176.9
Non-trade liabilities	3,981.7	3,792.1	3,158.3
Deferred tax liabilities	357.5	301.1	312.9
Other non-current liabilities	16.1	12.9	11.0
Current liabilities	2,439.7	3,084.4	2,784.1
Non-trade liabilities	818.3	1,289.7	914.0
Trade and other payables	1,504.1	1,737.4	1,794.2
Provisions	107.0	34.6	50.9
Other current liabilities	10.3	22.7	25.0
Total equity and liabilities	8,938.8	9,356.9	8,525.5

7.1. Liquidity

Available Liquidity

Available liquidity consists of cash and cash equivalents and undrawn lines of credit, as shown in our consolidated financial statements, without adjusting non-controlling interests or accessibility restrictions due to the rules applicable to the Group's subsidiaries.

As of June 30, 2021, the Group's liquidity position amounted to €2,254.6 million and included: Cash and other liquid assets amounting to €1,417.9 million, current financial investments for €36.3 million (including loans granted, portfolio of current securities and other current financial investments), available and undrawn long-term credit lines (including Credit Facility Revolving) amounting to €510.0 million and available and undrawn short-term credit lines amounting to €290.4 million.

In addition, the debt maturities for the next 12 months as of June 30, 2021 amounted to €816.9 million (€513.6 million from loans and other loans and financial debts with associates, €230.6 million from debts owed to third parties at cost and the rest corresponding to financial leases) and, in the second quarter of 2021, the net cash flow used in investment activities (not including purchases and income between companies) amounted to €129.3 million, while the flow of net cash flow from operating activities amounted to €158.9 million.

Liquidity Risk Management

The Group manages liquidity risk by seeking the availability of cash to cover its cash needs and the maturity of the debt for a period of 12 months, thus avoiding the need to raise funds under unfavorable conditions to cover short-term needs. This liquidity risk management over the next 12 months is complemented by an analysis of the Group's debt maturity profile, seeking an adequate average maturity and, therefore, refinancing short-term maturities in advance, especially the first two years following. As of June 30, 2021, the average maturity of the Group's net financial debt was 4.37 years (estimated considering the use of cash and credit lines with a maturity of more than 12 months to repay the short-term debt).

Our main source of liquidity is our operating cash flow, which is analyzed above. Our ability to generate cash from our operations depends on our future operating performance, which in turn depends, to some extent, on general economic, financial, competitive, market, regulatory and other factors, many of which are beyond our control.

We believe that the potential risks to our liquidity include: (i) a reduction in operating cash flows due to a lowering in operating profit from our operations, which could be caused by a downturn in our performance or in the industry as a whole ; (ii) the failure or delay of our customers to make payments due to us; (iii) the failure to maintain low working capital requirements; and (iv) the need to fund expansion and other development capital expenditures.

In the event of lack of liquidity, we may be forced to reduce or delay our business activities and capital expenditures, sell our assets, or obtain additional debt or equity financing.

8. OTHER RELEVANT FINANCIAL DATA

	YTD June 30	
	2020	2021
Other Financial Data	<i>(Millions of Euros)</i>	
EBITDA	126.0	498.1
EBITDA excluding IFRS 16 and Transformation Plan	168.0	454.7
Cash, cash equivalent and current financial assets	1,536.9	1,454.2
Total Financial Debt	4,574.0	3,934.7
Total Net Financial Debt	3,037.1	2,480.5
Net Financial Debt excluding IFRS 16	2,651.5	2,066.5

	YTD June 30	
	2020	2021
Operating profit	-190.2	207.9
<i>Adjusted for:</i>		
Depreciation, amortization and impairment losses	316.2	290.3
EBITDA	126.0	498.2
Transformation Plan - Operating Expenses	89.9	0.0
EBITDA excluding Transformation Plan	215.9	498.2

Cash, cash equivalents and current financial assets include cash and equivalents as of June 30, 2021 in the amount of €1,417.9 million and current financial investments of €36.3 million (including loans and accounts receivable, portfolio of current securities and other current financial assets). Net financial debt as of June 30, 2021 amounted to €2,480.5 million or €2,066.5 million excluding IFRS 16.

The following non-trade liabilities are not considered financial debt as of June 30, 2021: €26.2 million in derivative financial instruments, €97.1 million of non-interest bearing short-term liabilities (of which €72.7 million correspond to suppliers of fixed assets) and €14.3 million of non-interest bearing long-term liabilities.