CONSOLIDATED FINANCIAL STATEMENTS

138–261

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INCOME STATEMENT
FOR THE FINANCIAL YEAR FROM 1 OCTOBER 2016 TO 30 SEPTEMBER 2017

€ million	Note no.	2015/16	**2016/17**
Sales revenues	1	**36,549**	**37,140**
Cost of sales		–29,560	**–30,124**
Gross profit on sales		**6,989**	**7,016**
Other operating income	2	1,462	**1,057**
Selling expenses	3	–6,171	**–6,084**
General administrative expenses	4	–1,058	**–1,014**
Other operating expenses	5	–105	**–137**
Earnings share of operating companies recognised at equity	6	102	**14**
Earnings before interest and taxes EBIT		**1,219**	**852**
Earnings share of non-operating companies recognised at equity	6	3	**0**
Other investment result	7	–3	**–11**
Interest income	8	65	**44**
Interest expenses	8	–276	**–200**
Other financial result	9	–114	**–37**
Financial result		**–325**	**–204**
Earnings before taxes EBT		**894**	**649**
Income taxes	11	–375	**–304**
Profit or loss for the period		**519**	**345**
Profit or loss for the period attributable to non-controlling interests	12	13	**20**
Profit or loss for the period attributable to the shareholders of METRO AG		506	**325**
Earnings per share in € (basic = diluted)	13	**1.39**[1]	**0.89**

[1] Pro forma disclosure of combined financial statements.

RECONCILIATION FROM PROFIT OR LOSS FOR THE PERIOD TO TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR FROM 1 OCTOBER 2016 TO 30 SEPTEMBER 2017

€ million	Note no.	2015/16	**2016/17**
Profit or loss for the period	12, 13	**519**	**345**
Other comprehensive income			
Items of other comprehensive income that will not be reclassified subsequently to profit or loss	31	**–67**	**55**
Remeasurement of defined benefit pension plans		–95	**77**
Income tax attributable to items of other comprehensive income that will not be reclassified subsequently to profit or loss		28	**–21**
Items of other comprehensive income that may be reclassified subsequently to profit or loss	31	**49**	**–41**
Currency translation differences from translating the financial statements of foreign operations		44	**–39**
Effective portion of gains/losses from cash flow hedges		1	**–3**
Gains/losses from the revaluation of financial instruments in the category “available for sale”		0	**0**
Income tax attributable to items of other comprehensive income that may be reclassified subsequently to profit or loss		4	**2**
Other comprehensive income	31	**–18**	**15**
Total comprehensive income	31	**501**	**359**
Total comprehensive income attributable to non-controlling interests	31	13	**17**
Total comprehensive income attributable to the shareholders of METRO AG	31	488	**343**

BALANCE SHEET AS OF 30 SEPTEMBER 2017

Assets

€ million	Note no.	30/9/2016	**30/9/2017**
Non-current assets		**9,434**	**9,225**
Goodwill	18	852	**875**
Other intangible assets	19	420	**473**
Property, plant and equipment	20	6,979	**6,822**
Investment properties	21	163	**126**
Financial investments	22	89	**92**
Investments accounted for using the equity method	22	183	**183**
Other financial and non-financial assets	23	239	**217**
Deferred tax assets	24	509	**439**
Current assets		**6,558**	**6,554**
Inventories	25	3,063	**3,046**
Trade receivables	26	493	**575**
Financial assets		0	**1**
Other financial and non-financial assets	23	1,280	**1,214**
Entitlements to income tax refunds		123	**148**
Cash and cash equivalents	29	1,599	**1,559**
Assets held for sale	30	0	**11**
		15,992	**15,779**

Equity and liabilities

€ million	Note no.	30/9/2016	**30/09/2017**
Equity	31	**2,924**	**3,207**
Net assets attributable to the former METRO GROUP		3,748	**0**
Other components of equity		–860	**0**
Share capital		0	**363**
Capital reserve		0	**6,118**
Reserves retained from earnings		0	**–3,320**
Non-controlling interests		36	**46**
Non-current liabilities		**4,954**	**4,197**
Provisions for post-employment benefits plans and similar obligations	32	646	**557**
Other provisions	33	297	**283**
Financial liabilities	34, 36	3,796	**3,095**
Other financial and non-financial liabilities	34, 37	127	**162**
Deferred tax liabilities	24	88	**100**
Current liabilities		**8,114**	**8,376**
Trade liabilities	34, 35	4,892	**4,782**
Provisions	33	559	**456**
Financial liabilities	34, 36	944	**1,611**
Other financial and non-financial liabilities	34, 37	1,591	**1,345**
Income tax liabilities	34	128	**167**
Liabilities related to assets held for sale	30	0	**15**
		15,992	**15,779**

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR FROM 1 OCTOBER 2016 TO 30 SEPTEMBER 2017

€ million	Note no.	Net assets attributable to the former METRO GROUP	Share capital	Capital reserve	Effective portion of gains/losses from cash flow hedges	Gains/losses from the revaluation of financial instruments in the category "available for sale"	Currency translation differences from translating the financial statements of foreign operations
30/9/2015 | 1/10/2015	31	3,458	0	0	67	0	–557
Earnings after taxes		506	0	0	0	0	0
Other comprehensive income		0	0	0	1	0	44
Total comprehensive income		**506**	**0**	**0**	**1**	**0**	**44**
Dividends		0	0	0	0	0	0
Transactions with the former METRO GROUP		–193	0	0	0	0	0
Other changes		–23	0	0	0	0	0
30/9/2016 | 1/10/2016	**31**	**3,748**	**0**	**0**	**68**	**0**	**–513**
Impact of the transition from combined to consolidated financial statement	31	–3,748	363	6,118	0	0	0
	31	**0**	**363**	**6,118**	**68**	**0**	**–513**
Earnings after taxes			0	0	0	0	0
Other comprehensive income			0	0	–3	0	–36
Total comprehensive income			**0**	**0**	**–3**	**0**	**–36**
Dividends			0	0	0	0	0
Other changes			0	0	0	0	0
30/9/2017	31		**363**	**6,118**	**66**	**0**	**–549**

[1] The reported dividend includes dividends to non-controlling interest holders in the amount of €12 million whose interests are shown fully as debt capital due to put options.
[2] Previous year: Other components of equity.

Remeasuring of defined benefit pension plans	Income tax on components of other comprehensive income	Other reserves retained from earnings	Total reserves retained from earnings[2]	Total equity before non-controlling interests	Non-controlling interests	**Total equity**
−408	57	0	−841	2,617	34	**2,651**
0	0	0	0	506	13	**519**
−95	32	0	−18	−18	0	**−18**
−95	**32**	**0**	**−18**	**488**	**13**	**501**
0	0	0	0	0	−15	**−15**
0	0	0	0	−193	0	**−193**
0	−1	0	−1	−24	4	**−20**
−503	**88**	**0**	**−860**	**2,888**	**36**	**2,924**
0	0	−2,787	−2,787	−53	0	**−53**
−503	**88**	**−2,787**	**−3,647**	**2,834**	**36**	**2,870**
0	0	325	325	325	20	**345**
76	−20	0	18	18	−3	**15**
76	**−20**	**325**	**343**	**343**	**17**	**359**
0	0	−12[1]	−12	−12	−20	**−33**
0	0	−4	−4	−4	13	**10**
−427	**68**	**−2,478**	**−3,320**	**3,162**	**46**	**3,207**

CASH FLOW STATEMENT[1]
FOR THE FINANCIAL YEAR FROM 1 OCTOBER 2016 TO 30 SEPTEMBER 2017

€ million	Note no.[2]	2015/16	**2016/17**
EBIT		1,219	**852**
Depreciation/amortisation/impairment losses/reversal of impairment losses of assets excl. financial investments	14	699	**758**
Change in provisions for post-employment benefits and other provisions	32, 33	61	**–117**
Change in net working capital	25, 26, 35	–77	**–44**
Income taxes paid		–203	**–216**
Reclassification of gains (–) / losses (+) from the disposal of fixed assets		–158	**–141**
Other		–368	**–65**
Cash flow from operating activities		**1,173**	**1,027**
Acquisition of subsidiaries		–81	**–181**
Investments in property, plant and equipment and in investment property (excluding finance leases)	20, 21	–592	**–579**
Other investments		–152	**–164**
Investments in monetary assets	23	–82[3]	**–481**
Disposals of subsidiaries		359	**–54**
Disposal of fixed assets	19, 20, 21, 22	125	**134**
Gains (+) / losses (–) from the disposal of fixed assets		158	**141**
Divestment of monetary assets	23	777[4]	**583**
Cash flow from investing activities		**512**	**–601**
Dividends paid	31		
to METRO AG shareholders		0	**–12[5]**
to other shareholders		–15	**–20**
Redemption of liabilities from put options of non-controlling interests		–86	**–20**
Proceeds from new borrowings		540	**2,121**
Redemption of borrowings		–3,686	**–2,129**
Interest paid		–273	**–193**
Interest received		76	**41**
Profit and loss transfers and other financing activities		–46	**–5**
Transactions with the former METRO GROUP		–23	**–221**
Cash flow from financing activities		**–3,513**	**–438**
Total cash flows		**–1,828**	**–12**
Currency effects on cash and cash equivalents		–11	**–25**
Total change in cash and cash equivalents		**–1,839**	**–37**
Cash and cash equivalents as of 1 October		3,438	**1,599**
Less cash and cash equivalents reported in assets in accordance with IFRS 5		2	**0**
Cash and cash equivalents as of 1 October		**3,436**	**1,599**
Cash and cash equivalents as of 30 September		1,599	**1,562**
Less cash and cash equivalents reported in assets in accordance with IFRS 5	30	0	**3**
Cash and cash equivalents as of 30 September	29	**1,599**	**1,559**

[1] The cash flow statement is explained in the notes to the consolidated financial statements in no. 41 – notes to the cash flow statement.
[2] Deviations from the balance sheet values result from adjusted translation effects and changes in the consolidation group.
[3] Other investments, recognised in the previous year.
[4] Disposal of long-term assets, recognised in the previous year.
[5] The reported dividend includes dividends to non-controlling interest holders in the amount of €–12 million whose interests are shown fully as debt capital due to put options.