CONSOLIDATED FINANCIAL REPORTS AND NOTES

CONSOLIDATED FINANCIAL STATEMENTS

INCOME STATEMENT

for the financial year from 1 October 2018 to 30 September 2019

€ million	Note no.	2017/18[1, 2]	**2018/19**
Sales revenues	1	**26,792**	**27,082**
Cost of sales		−22,278	**−22,476**
Gross profit on sales		**4,514**	**4,606**
Other operating income	2	1,271	**1,405**
Selling expenses	3	−4,021	**−4,092**
General administrative expenses	4	−773	**−822**
Other operating expenses	5	−293	**−279**
Earnings from impairment of financial assets	6	0	**−14**
Earnings share of operating companies recognised at equity	7	14	**24**
Earnings before interest and taxes EBIT		**713**	**828**
Earnings share of non-operating companies recognised at equity	7	0	**0**
Other investment result	8	0	**−1**
Interest income	9	27	**29**
Interest expenses	9	−163	**−148**
Other financial result	10	−2	**1**
Net financial result		**−137**	**−119**
Earnings before taxes EBT		**576**	**709**
Income taxes	12	−216	**−298**
Profit or loss for the period from continuing operations		**359**	**411**
Profit or loss for the period from discontinued operations after taxes	43	−22	**−526**
Profit or loss for the period		**337**	**−115**
Profit or loss for the period attributable to non-controlling interests	13	4	**11**
from continuing operations		(3)	**(6)**
from discontinued operations		(1)	**(5)**
Profit or loss for the period attributable to the shareholders of METRO AG		333	**−126**
from continuing operations		(357)	**(405)**
from discontinued operations		(−23)	**(−532)**
Earnings per share in € (basic = diluted)	14	**0.92**	**−0.35**
from continuing operations		(0.98)	**(1.12)**
from discontinued operations		(−0.06)	**(−1.46)**

[1] Adjustment of previous year due to discontinued operations
[2] Adjustment of previous year according to explanation in notes.

RECONCILIATION FROM PROFIT OR LOSS FOR THE PERIOD TO TOTAL COMPREHENSIVE INCOME

for the financial year from 1 October 2018 to 30 September 2019

€ million	Note no.	2017/18[1]	2018/19
Profit or loss for the period		**337**	**−115**
Other comprehensive income			
Items of other comprehensive income that will not be reclassified subsequently to profit or loss	31	**11**	**−75**
Remeasurement of defined benefit pension plans		17	**−94**
Effects from the fair value measurements of equity instruments		0	**−3**
Income tax attributable to items of other comprehensive income that will not be reclassified subsequently to profit or loss		−6	**22**
Items of other comprehensive income that may be reclassified subsequently to profit or loss	31	**−175**	**135**
Currency translation differences from translating the financial statements of foreign operations		−190	**138**
Effective portion of gains/losses from cash flow hedges		2	**2**
Gains/losses on remeasuring financial instruments in the category 'available for sale'		9	**0**
Effects from the fair value measurements of debt instruments		0	**0**
Income tax attributable to items of other comprehensive income that may be reclassified subsequently to profit or loss		4	**−5**
Other comprehensive income	31	**−164**	**59**
Total comprehensive income	31	**174**	**−56**
Total comprehensive income attributable to non-controlling interests	31	4	**12**
Total comprehensive income attributable to the shareholders of METRO AG	31	170	**−68**

[1] Adjustment of previous year according to explanation in notes.

BALANCE SHEET

as of 30 September 2019

ASSETS

€ million	Note no.	30/9/2018[1]	30/9/2019
Non-current assets		**7,503**	**6,736**
Goodwill	19	797	**785**
Other intangible assets	20	499	**562**
Property, plant and equipment	21	5,314	**4,760**
Investment properties	22	97	**82**
Financial assets	23	88	**97**
Investments accounted for using the equity method	23	178	**179**
Other financial assets	24	39	**37**
Other non-financial assets	24	163	**43**
Deferred tax assets	25	329	**191**
Current assets		**7,703**	**7,761**
Inventories	26	2,108	**1,946**
Trade receivables	27	571	**482**
Financial assets		1	**4**
Other financial assets	24	561	**603**
Other non-financial assets	24	353	**279**
Entitlements to income tax refunds		206	**190**
Cash and cash equivalents	29	1,298	**500**
Assets held for sale	30, 43	2,605	**3,758**
		15,206	**14,497**

[1] Adjustment of previous year according to explanation in notes.

EQUITY AND LIABILITIES

€ million	Note no.	30/9/2018[1]	30/9/2019
Equity	31	**3,074**	**2,735**
Share capital		363	**363**
Capital reserve		6,118	**6,118**
Reserves retained from earnings		−3,449	**−3,778**
Non-controlling interests		41	**32**
Non-current liabilities		**3,427**	**3,419**
Provisions for post-employment benefits plans and similar obligations	32	468	**543**
Other provisions	33	126	**132**
Financial liabilities	34, 36	2,590	**2,498**
Other financial liabilities	34, 37	56	**56**
Other non-financial liabilities	34, 37	67	**71**
Deferred tax liabilities	25	120	**119**
Current liabilities		**8,705**	**8,343**
Trade liabilities	34, 35	3,993	**3,572**
Provisions	33	274	**168**
Financial liabilities	34, 36	1,420	**871**
Other financial liabilities	34, 37	744	**728**
Other non-financial liabilities	34, 37	392	**233**
Income tax liabilities	34	191	**169**
Liabilities related to assets held for sale	30, 43	1,691	**2,601**
		15,206	**14,497**

[1] Adjustment of previous year according to explanation in notes.

STATEMENT OF CHANGES IN EQUITY

for the financial year from 1 October 2018 to 30 September 2019

€ million	Note no.	Share capital	Capital reserve	Effective portion of gains/losses from cash flow hedges	Equity and debt instruments[1]	Currency translation differences from translating the financial statements of foreign operations
1/10/2017	31	**363**	**6,118**	**−2**	**0**	**−549**
Earnings after taxes		0	0	0	0	0
Other comprehensive income		0	0	2	9	−189
Total comprehensive income		**0**	**0**	**2**	**9**	**−189**
Capital increases		0	0	0	0	0
Dividends		0	0	0	0	0
Capital transactions with a change in the participation rate		0	0	0	0	0
Other changes		0	0	0	0	0
30/9/2018	31	**363**	**6,118**	**0**	**9**	**−738**
1/10/2018		**363**	**6,118**	**0**	**9**	**−738**
Balance sheet changes due to IFRS 9 and IFRS 15		0	0	0	−9	0
1/10/2018 adjusted		**363**	**6,118**	**0**	**0**	**−738**
Earnings after taxes		0	0	0	0	0
Other comprehensive income		0	0	2	−3	136
Total comprehensive income		**0**	**0**	**2**	**−3**	**136**
Capital increases		0	0	0	0	0
Dividends		0	0	0	0	0
Capital transactions with a change in the participation rate		0	0	0	0	0
Other changes		0	0	0	0	0
30/9/2019	31	**363**	**6,118**	**2**	**−3**	**−602**

[1] Previous year: Gains/losses on remeasuring financial instruments in the category 'available for sale'.
[2] Adjustment of previous year according to explanation in notes.

Remeasurement of defined benefit pension plans	Income tax on components of other comprehensive income	Other reserves retained from earnings[2]	Total reserves retained from earnings[2]	Total equity before non-controlling interests[2]	Non-controlling interests	**Total equity[2]**
−427	**92**	**−2,481**	**−3,366**	**3,115**	**46**	**3,161**
0	0	333	333	333	4	**337**
17	−2	0	−163	−163	−1	**−164**
17	**−2**	**333**	**170**	**170**	**4**	**174**
0	0	0	0	0	1	**1**
0	0	−254	−254	−254	−9	**−263**
0	0	1	1	1	−1	**0**
0	0	0	0	0	1	**1**
−410	**91**	**−2,401**	**−3,449**	**3,032**	**41**	**3,074**
−410	**91**	**−2,401**	**−3,449**	**3,032**	**41**	**3,074**
0	0	2	−7	−7	0	**−7**
−410	**91**	**−2,399**	**−3,456**	**3,025**	**41**	**3,066**
0	0	−126	−126	−126	11	**−115**
−94	17	0	58	58	1	**59**
−94	**17**	**−126**	**−68**	**−68**	**12**	**−56**
0	0	0	0	0	0	**0**
0	0	−254	−254	−254	−21	**−275**
0	0	−1	−1	−1	0	**−1**
3	−1	−2	0	0	−1	**−1**
−500	**106**	**−2,782**	**−3,778**	**2,703**	**32**	**2,735**

CASH FLOW STATEMENT[1]

for the financial year from 1 October 2018 to 30 September 2019

€ million	Note no.[2]	2017/18[3]	2018/19
EBIT		713	**828**
Depreciation/amortisation/impairment losses/reversal of impairment losses of fixed assets excl. financial investments	15	503	**532**
Change in provisions for pensions and other provisions	32, 33	−202	**−47**
Change in net working capital	26, 27, 35	141	**27**
Income taxes paid	12	−193	**−215**
Reclassification of gains (−) / losses (+) from the disposal of fixed assets		−137	**−356**
Other		−59	**28**
Cash flow from operating activities of continuing operations		**766**	**796**
Cash flow from operating activities of discontinued operations	43	139	**157**
Cash flow from operating activities		**905**	**953**
Acquisition of subsidiaries		0	**−1**
Investments in property, plant and equipment and in investment property (excl. finance leases)	21, 22	−408	**−258**
Other investments		−165	**−198**
Investments in monetary assets		−1	**−9**
Disposals of subsidiaries		−3	**0**
Divestments	20, 21, 22, 23	285	**505**
Disposal of financial investments		0	**7**
Cash flow from investing activities of continuing operations		**−292**	**46**
Cash flow from investing activities of discontinued operations	43	−89	**−136**
Cash flow from investing activities		**−381**	**−90**
Dividends paid	31		
to METRO AG shareholders		−254	**−254**
to other shareholders		−9	**−7**
Redemption of liabilities from put options of non-controlling shareholders		0	**−2**
Proceeds from long-term borrowings	36	2,772	**6,122**
Redemption of borrowings	36	−2,983	**−6,844**
Interest paid		−141	**−161**
Interest received		20	**28**
Other financing activities		8	**−4**
Cash flow from financing activities of continuing operations		**−587**	**−1,122**
Cash flow from financing activities of discontinued operations	43	−74	**−109**
Cash flow from financing activities		**−661**	**−1,231**
Total cash flows		**−137**	**−368**
Currency effects on cash and cash equivalents		−30	**17**

Total change in cash and cash equivalents		**−167**	**−351**
Cash and cash equivalents as of 1 October		1,562	**1,395**
Less cash and cash equivalents reported in assets in accordance with IFRS 5		3	**97**
Cash and cash equivalents as of 1 October		**1,559**	**1,298**
Cash and cash equivalents as of 30 September		1,395	**1,044**
Less cash and cash equivalents reported in assets in accordance with IFRS 5	31	97	**544**
Cash and cash equivalents as of 30 September	30	**1,298**	**500**

[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] Adjustment of previous year due to discontinued operations