



An die Aktionäre der

Value-Holdings AG

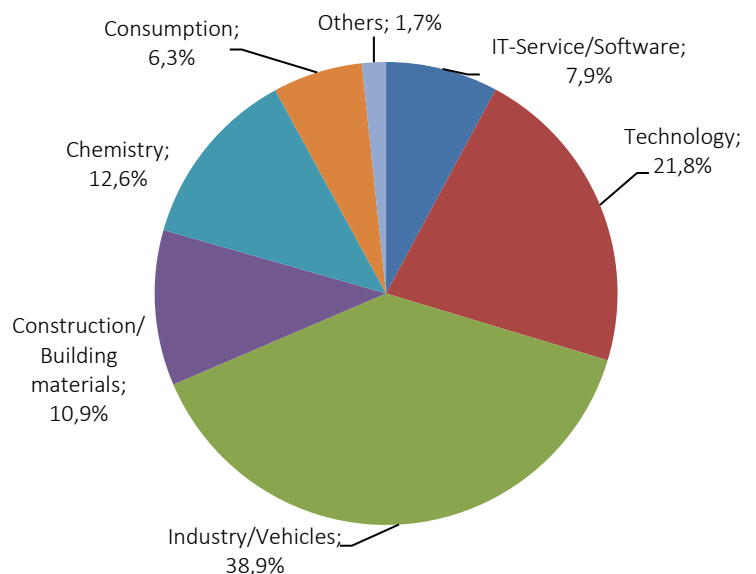
Letter to the shareholders I-2025

Dear Ladies and Gentlemen,

the German stock markets have started the year 2025 with positive price performance. In the 1st quarter, the German stock market index DAX rose by 11.3 % to 22,262 points after reaching a new all-time high of 23,419 points at the beginning of March. The price increase was primarily driven by political factors, as the results of the Bundestag elections point to a change in policy through a “big” federal coalition under Chancellor Merz. The planned investment program of € 500 billion for military and infrastructure gave positive impulses to the stock markets not only in Germany, but also in other European countries, as it is hoped that this will bring Germany out of the recession that has lasted for almost three years, which would also have a positive effect on other countries. The stock market received further support from interest rates. In March, the ECB cut interest rates for the 6th time in a row. Further interest rate cuts are even possible over the course of the year, as inflation in the eurozone has fallen to only 2.2 %. The hope of an economic recovery in Germany and Europe would help the more domestically oriented small and mid-caps in particular, which have suffered from the recessionary economic environment in recent years. It remains to be seen how the tariff dispute triggered by US President Trump will affect economic development.

Portfolio

The net asset value of the Value-Holdings AG portfolio was € 7.89 per share on March 31, 2025. This represents an increase of 14.5% compared to the NAV of € 6.89 at the end of 2024. In recent months, we have increased our positions in Vossloh and Kontron. We also bought Drägerwerk, which increased the proportion of technology companies in the portfolio to just under 22 %. The weighting of the industry/vehicle sector remained high due to the strong share price increases of Wacker Neuson and Deutz. The following chart shows the sector rating of our investments:



Result 3 month 2025

| Figures in T€ | 01.01.25- 31.03.25 | 01.01.24- 31.03.24 |
|---------------------|-----------------------|-----------------------|
| Revenues | 562 | 1.719 |
| Cost price of sales | 392 | 1.405 |
| Gross profit | 170 | 314 |
| Other income | 8 | 7 |
| Dividend income | 0 | 0 |
| Personnel costs | -45 | -47 |
| SG&A costs | -38 | -22 |
| EBITDA | 95 | 252 |

Value-Holdings AG generated revenue of T€ 562 in the first quarter of 2025. This includes T€ 43 in service income and T€ 519 from the sale of securities. This relates to the sale of our Jungheinrich shares, which we had only purchased in January. The rapid and very strong rise in the share price at the end of March forced us to take profits on this position and create liquidity reserves in view of the impending tariffs dispute. As in the previous year, we did not receive any dividend income in the first quarter. Personnel costs have fallen to € 45 thousand, while SG&A costs have increased to € 38 thousand due to intensified press and investor relations activities. EBITDA for the 1st quarter amounted to T€ 95 (previous year: T€ 252).

Development of the subsidiaries:

Value-Holdings International AG:
With a 15.4% increase in NAV to € 3.37, Value-Holdings International AG (VHI) achieved a very good result in the first quarter. The company used the available liquidity to include four small caps in the portfolio that will benefit from the planned investment program in Germany. These were Kontron, Technotrans, Vossloh and Jungheinrich. Only Fresenius was sold, having reached its price target following a strong rise in the share price. These transactions reduced VHI's liquidity to just over 5 %. VHI expects to be able to realize further price gains in the year. The Annual General Meeting of Value-Holdings International AG will take place on June 11, 2025. VHI will once again propose the distribution of a dividend of € 0.09 per share, thereby continuing its sustainable dividend policy.

Value-Holdings Capital Partners AG:

The funds managed by VHC performed very well in the first quarter of 2025. The Value-Holdings Deutschland Fund increased its share price by 14.2 %, outperforming both the DAX and the small cap indices MDAX, SDAX and Scale30. The Value-Holdings Dividenden Fund increased in value by 10.8 %. It therefore outperformed both the EuroStoxx 50 (7.2 %) and the broader EuroStoxx 600 (5.2 %). While the portfolio structure of the Value-Holdings Deutschland Fund remained largely unchanged, the new fund manager of the Value-Holdings Dividenden Fund, Alexander Dominicus, made some changes. In the process, he tended to reduce cyclical industrial stocks, while at the same time adding companies with sustainable growth prospects and rising dividends.

Outlook 2024:

The new government's investment program gives German small and mid-cap companies good growth prospects for the coming years. Our portfolio is well positioned in this respect. We were already able to realize positive capital gains in the 1st quarter and we expect high dividend income in the 2nd quarter. As some positions have high hidden reserves, we expect to be able to realize further capital gains over the course of the year. However, this also depends on external factors. US President Trump's tariff policy has shaken up the markets. The prices of many shares, not just those of export-oriented companies, have come under pressure. The war in Ukraine is not yet over either, despite all of Mr. Trump's announcements. We hope that a solution to the tariffs dispute can be found through negotiations that will not put further pressure on the global economy. Then we are confident that we will also be able to achieve a good result in 2025.

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