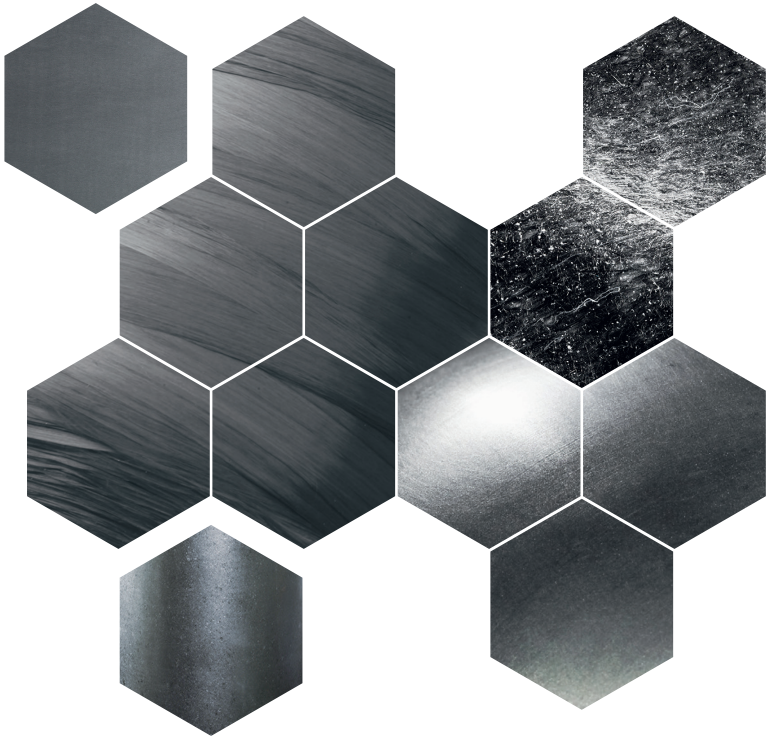
Broad Base. Best Solutions.

SGL GROUP
THE CARBON COMPANY



Report on the first nine months 2014

Managing challenges. Shaping the future.

Summary

- Cornerstones of strategic realignment defined – successful capital increase created foundation for restructuring the Group and reduced net debt substantially
- Group sales revenue after 9M/2014 10% below prior year due to price pressure in graphite electrodes
- Recurring EBIT: €3.0 million (9M/2013: €35.4 million)
- SGL2015 savings reached €61.2 million in reporting period
- Outlook for full year 2014 confirmed
- SGL2015: Streamlining of organization led to new reporting structure in 2014 – Business Unit Aerostructures (Hitco) reclassified to discontinued operations since June 2014

Financial highlights (unaudited)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	987.5	1,096.2	– 9.9%
EBITDA before non-recurring charges	63.1	94.2	– 33.0%
Operating Profit/EBIT before non-recurring charges	3.0	35.4	– 91.5%
Return on sales (EBIT-margin)[1]	0.3%	3.2%	–
EBIT	– 21.4	– 34.4	37.8%
Result from continuing operations	– 65.6	– 155.8	57.9%
Earnings per share – continuing operations, basic and diluted (in €)	– 0.94	– 2.21	57.5%

€m	**September 30, 2014**	December 31, 2013	Change
Total assets	2,066.1	2,059.1	0.3%
Equity attributable to the shareholders of the parent company	519.7	607.7	– 14.5%
Net financial debt	628.1	491.1	27.9%
Net financial debt (adjusted)[4]	366.7	–	–
Debt ratio (Gearing)[2]	1.21	0.81	–
Debt ratio (Gearing, adjusted)[4]	0.47	–	–
Equity ratio[3]	25.2%	29.5%	–
Equity ratio after capital increase (adjusted)[4]	33.6%	–	–

1) Ratio of EBIT before non-recurring charges to sales revenue
2) Net financial debt divided by equity attributable to the shareholders of the parent company
3) Equity attributable to the shareholders of the parent company divided by total assets
4) Key figures adjusted for the execution of the capital increase

Table of contents

Interim Group Management Report
(unaudited)

Economic environment

In its World Economic Outlook of October 2014, the International Monetary Fund (IMF) revised its global growth forecast for 2014 slightly downwards, from previously 3.4% (forecast from July 2014) to 3.3%. Growth expectations for the subsequent year 2015 were also reduced by 0.2%-points to 3.8%. Still, the anticipated growth rates for the year 2014 and 2015 continue to substantially surpass the 3.0% recorded in 2013. According to the IMF, the overall economic risks have increased both in the short as well as in the medium term. Short term issues include the current geopolitical tensions and the markedly reduced risk appetite in the capital markets. In the medium term, the IMF sees risks in economic stagnation, a lower growth in the developed world and reduced growth expectations for the emerging countries.

The weaker growth expectation for the current year is mainly due to the lower than expected economic development in the first half of the year. The following regions have contributed to this trend: In the USA, a stronger than anticipated inventory cycle following the harsh winter left a significant dent in aggregate demand, which was not fully

compensated by the subsequent recovery in the second and third quarter. In the Euro region, economic growth stagnated in the second quarter due to weaker domestic investments and a decline in exports. In Japan, the demand decline can be attributed to the increase in consumer taxes. Other countries such as the successor states of the Soviet Union are negatively impacted by geopolitical tensions, which lead to lower domestic production and impede foreign capital inflow, which is critical for investments. In Latin America, particularly in Brazil, growth concerns have increased due to intensified demand weakness.

From a regional perspective, the developed countries continue to show the strongest growth dynamics, as their growth is expected to accelerate from just 1.4% in 2013 to 1.8% this year and to 2.3% in 2015. Growth expectations in the emerging countries may be considerably stronger at 4.4% in 2014 and 5.0% in 2015, however, the development is anticipated to be in a similar magnitude as the 4.7% in 2013. For the euro zone the IMF is expecting an increase in economic performance by 0.8% in 2014, which represents a deterioration by 0.3%-points compared to the July forecast. The current year's growth forecast for Germany was reduced by 0.5%-points to 1.4% after the IMF had increased the forecast in April and July by 0.2%-points in each case. Expectations for the USA at 2.2% are 0.5%-points higher than the July forecast. Brazil (minus 1.0%-point), Japan (minus 0.7%-points), Italy und Germany (minus 0.5%-points each) exhibit the highest downward growth revisions compared to the July forecast. For China, the experts anticipate for this year growth of 7.4%, unchanged compared to the July forecast.

Key events of the business development

Streamlining the organization within the framework of SGL2015 leads to new reporting structure

The organization was also streamlined within the framework of the cost savings program SGL2015. To further strengthen the operational role of the business units and to streamline management structures, the former business area management tier, which included Performance Products (PP), Graphite Materials & Systems (GMS) as well as Carbon Fibers & Composites (CFC) was eliminated. The business areas also represented the reporting segments.

Since February 1, 2014, the business activities are focusing on the five Business Units Graphite & Carbon Electrodes (GCE), Cathodes & Furnace Linings (CFL), Graphite Specialties (GS), Process Technology (PT), as well as Carbon Fibers & Composite Materials (CF/CM). In addition, corporate and service functions, research and development activities in our centralized R&D organization – Technology & Innovation (T&I) – as well as our Six Sigma based SGL Excellence activities support the development of the business units. The Business Unit Aerostructures (AS) resp. the company Hitco Carbon Composites Inc., Gardena (California, USA) was classified as discontinued operations during the second quarter of 2014.

The business activities have been reported in the following segments starting from the Q1/2014 interim report: The Business Units Graphite & Carbon Electrodes (GCE) and Cathodes & Furnace Linings (CFL) will continue to be aggregated in the reporting segment Performance Products (PP). In addition, the two joint arrangements with BMW Group (SGL ACF), which have been proportionally consolidated from January 1, 2014, and the Business Unit Carbon Fibers & Composite Materials have been combined to form the reporting segment Carbon Fibers & Materials (CFM). The Business Unit Graphite Specialties (GS) is presented as a standalone reporting segment. The smaller Business Unit Process Technology (PT) is reported together with Corporate T&I and Corporate Costs in the reporting segment Corporate & Others.

Discontinued Operations

Within the context of the Group-wide costs savings program SGL2015, the disposal process for non core activities has been initiated. In June 2014, the management of SGL Group has resolved to sell the company Hitco. With this resolution, the Business Unit AS was reclassified as discontinued operations in the consolidated balance sheet, and in the consolidated income statement. Accordingly, the previous year's consolidated income statement figures were restated to allow comparison.

The rotor blade activities (Business Unit Rotor Blades, SGL Rotec), which were sold at year end 2013, were already reclassified as discontinued operations in the 2013 annual financial statements. The prior year's nine months' income statement figures were adjusted accordingly for the sale of SGL Rotec.

Review of the consolidated financial statements by the Federal Financial Supervisory Authority (BaFin) for financial year 2011

As already reported in the Annual Report 2013, the German Financial Reporting Enforcement Panel ("DPR") performed a random-sampled review of the consolidated financial statements for financial year 2011. As SGL Group did not concur with the results of the review, the Federal Financial Supervisory Authority (BaFin) initiated its own review.

In connection with an audit according to Sections 37n et seq of the German Securities Trading Act (Wertpapierhandelsgesetz, WpHG) and in relation to the points specified below, BaFin takes an assessment that differs from the viewpoint of SGL Group's management and that of the auditors of the consolidated financial statements regarding the interpretation of individual accounting regulations and determined that the audited consolidated financial statements as of and for the year ended December 31, 2011 were incorrect with respect to the following accounting treatment:

First, BaFin determined that sales revenue reported in the 2011 audited consolidated financial statements was overstated because the necessary conditions for the application of IAS 11 for the use of revenue recognition from long-term construction contracts on the basis of the percentage-of-completion method for certain contracts at the Business Unit AS (Hitco) were not met. Secondly, BaFin stated that the value of goodwill of "Carbon Fibers and Composites" reported in the 2011 consolidated audited financial statements is overstated because impairment test was erroneously performed on the basis of the higher-level segment "Carbon Fibers & Composites" rather than on the level of the business units "Carbon Fibers & Composite Materials", "Rotor Blades" and "Aerostructures". In addition, further goodwill impairment losses were not recognized because the discount rates used for impairment testing within these business units were too low.

After detailed examination, the Board of Management decided not to file an objection against the decision of the BaFin, thus the findings became legally binding.

The identified errors were published in the electronic German Federal Gazette (elektronischer Bundesanzeiger) on August 8, 2014.

The BaFin determination of errors in the consolidated financial statements for the financial year 2011 were reflected in the condensed consolidated interim financial statements as at June 30, 2014, and rolled forward to September 30, 2014. The comparative figures for the

year 2013 were restated and the opening balance sheet for 2013 (January 1, 2013) was corrected to the extent that earlier periods are affected. As a consequence of these corrections, EBIT for financial year 2013 improved by €80.0 million to minus €100.0 million, and the net result for the year improved by €79.4 million to minus €312.7 million. To the extent earlier periods are affected, the corrections have been cumulatively adjusted in the opening balance sheet at January 1, 2013.

These corrections relate to the financial years 2011, 2012 and 2013. The cumulative impact of the error corrections on the balance sheet items till December 31, 2013 is a reduction of total equity by €43.1 million. For income statement items they merely result in a reallocation of results between the years.

Details and indepth explanations to these restatements are outlined in the Notes to the condensed consolidated interim financial statements.

Changes to prior period results due to new accounting pronouncements

The application of the Standard IFRS 11 "Joint Arrangements" is mandatory as of January 1, 2014. Prior year results are presented on a comparable basis. The application of IFRS 11 results in a change in the scope of consolidation at SGL Group. From January 1, 2014 onwards, the two joint arrangements with BMW Group in the US and in Germany (SGL ACF), which so far have been accounted for At-Equity, will be proportionally consolidated in the SGL Group financial statements. In the reporting period, the application of IFRS 11 led to higher sales revenues and lower EBIT. For further details on effects resulting from the application of IFRS 11 see the Notes to the condensed consolidated interim financial statements.

Cornerstones of strategic realignment defined

On September 29, 2014, the Board of Management of SGL Group has defined the cornerstones of the future strategic alignment of the Company. In this context, the Board of Management will restructure or stop loss making business activities, focus resources in all business units on value creating activities and increase SGL Group's profitability on a sustainable basis.

In order to implement this strategic realignment, the Board of Management will enforce a change in corporate culture. Distinct key performance indicators will increasingly define the future alignment and management of SGL Group, focusing on achieving a return on capital employed (ROCE, measured by EBITDA divided by capital employed) of at least 15% and on reducing the leverage ratio (defined as net debt divided by EBITDA) to below 2.5. The remuneration of the Board of Management, which is in force since the beginning of 2014, already reflects this orientation. From January 1, 2015, the incentive schemes of the next management levels will also be aligned accordingly.

Our leading market and technology position as well as our unique innovation expertise in the areas of graphite, carbon and carbon fibers will safeguard the Company's long-term growth potential. In light of the current weak earnings situation, which is due primarily to the price decline in graphite electrodes as well as the insufficient capacity utilization and high costs in the carbon fiber activities (excluding the joint venture with BMW), SGL Group will systematically restructure its production facilities and portfolio. In this context, the announced closures of the graphite electrode sites in Lachute (Canada) and Narni (Italy) have already been almost completed. The production network in the Graphite Specialties segment will also be focused and streamlined. Moreover, SGL Group already sold its rotor blade business (SGL Rotec) at the end of 2013 and initiated the disposal process for Hitco in June 2014. The Board of Management is also reviewing the extent to which further measures for asset and portfolio optimization will be required in future.

In order to promptly implement the measures required for the strategic realignment and to safeguard selected growth investments, the Board of Management has resolved on September 29, 2014, with the approval of the Supervisory Board, to improve the capital structure by means of a capital increase. In this context, the Company has issued 20.18 million new shares in October 2014. Based on a subscription price of €13.25, the Company's gross proceeds before expenses amounted to approximately €267 million.

The Company's major shareholders – SKion GmbH, BMW AG and Volkswagen AG – have fully participated in the capital increase. In addition, the Board of Management of SGL Group has purchased SGL Carbon SE shares in a total amount of approximately €1 million in the context of the capital increase – this corresponds to more than 50% of the aggregate base salary of all members of the Board of Management.

To comprehend the positive implications of the capital increase, the following table presents separate line items of the consolidated balance sheet as well as key performance indicators as of September 30, 2014 (i) on the basis of actual figures and (ii) assuming the executed capital increase in October 2014 and the receipt of the net issue proceeds amounting to €261.4 million after deduction of the preliminary transaction costs:

	(i)		(ii)
€m	**Sept. 30, 2014 (actual)**	**Capital increase**	**Sept. 30, 2014 (adjusted)**
Total assets	**2,066.1**	**261.4**	**2,327.5**
thereof liquidity	139.7	261.4	401.1
Equity attributable to the shareholders of the parent company	**519.7**	**261.4**	**781.1**
thereof issued capital	182.3	51.7	234.0
thereof capital reserves	703.5	209.7	913.2
Equity Ratio[1]	25.2%	–	33.6%
Net financial debt[2]	628.1	– 261.4	366.7
Gearing[3]	1.21	–	0.47

[1] Equity attributable to the shareholders of the parent company to total assets
[2] Interest bearing loans at nominal value less liquidity
[3] Net financial debt to equity attributable to the shareholders of the parent company

With this capital measure, the Company improved its equity ratio to more than 30% and gearing (ratio of net financial debt to equity) to 0.47. The Company is also aiming to achieve a meaningful net profit by ending loss-making activities and implementing cost efficiency measures. This combined with a more efficient resource allocation should also enable the Company to generate a positive free cash flow on a sustainable basis.

Business development

Segment reporting

Reporting segment Performance Products (PP)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	428.8	595.9	– 28.0%
EBITDA before non-recurring charges[1)]	45.7	94.3	– 51.5%
EBIT before non-recurring charges[1)]	16.2	63.8	– 74.6%
Return on sales	3.8%	10.7%	–
EBIT	9.7	38.9	– 75.1%

[1)] Non-recurring charges of minus €6.5 and minus €24.9 million in the first nine months of 2014 and 2013, respectively

The electric steel industry, which is the relevant segment for our graphite electrode business, continued to be affected by a weak demand environment in the reporting period. However, certain regions showed a slight recovery during the course of the year. A key reason for the overall weak graphite electrode demand is related to Chinese blast furnace steel overproduction, which, due to insufficient domestic demand, was increasingly exported overseas at very low prices, leading to lower electric steel production in these regions. The resulting lower demand for graphite electrodes and the ensuing price pressure caused sales to decline by 28% to €428.8 million (9M/2013: €595.9 million) in the reporting segment Performance Products in the first nine months of 2014. The graphite electrode price level was much higher in the prior year period and started to deteriorate from the second quarter 2013 onwards. In addition, currency effects of minus 1% had a small negative impact on the sales development.

Accordingly, recurring EBIT declined by 75% to €16.2 million (9M/2013: €63.8 million) in the reporting period, with the result showing a slight improvement in the third quarter 2014 due to the slightly higher sales development and cost savings. The EBIT margin amounted to 3.8% in the reporting period (9M/2013: 10.7%). The main reason for the year-on-year earnings decline is the price pressure in both graphite electrodes and cathodes. Savings from SGL2015 amounted to €37.8 million in the first nine months 2014, of which €9.9 million are attributable to our SGL Excellence initiative.

As previously reported, the graphite electrode facility in Lachute, Canada, belonging to the reporting segment PP, was already closed down at the end of the first quarter 2014 within the framework of the cost savings program SGL2015. On February 13, 2014, the closure of the Italian graphite electrode facility in Narni (Umbria) together with the associated administration in Lainate was publicly announced as the reporting segment PP's second large measure within the framework of SGL2015. The production was phased down in the course of the first half year 2014 and has now been terminated. The closure of the 30,000 ton graphite electrode facility is a further step in the Groupwide capacity reduction measures to further improve the cost position of SGL Group. Together with the closure of the graphite electrode facility in Lachute, SGL Group has reduced its graphite electrode production capacity by 60,000 tons p.a. Expenses relating to the closures in Lachute and Narni were for the most part already recorded in the annual financial statements 2013.

Restructuring expenses of €6.5 million (9M/2013: €24.9 million) were recorded in the reporting period in the reporting segment PP, relating mainly to the facility closures in Lachute and Narni. Accordingly, EBIT after non-recurring charges amounted to €9.7 million in the first nine months 2014 (9M/2013: €38.9 million).

Reporting segment Graphite Specialties (GS)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	265.3	222.4	19.3%
EBITDA before non-recurring charges[1)]	43.2	26.4	63.6%
EBIT before non-recurring charges[1)]	29.1	14.6	99.3%
Return on sales	11.0%	6.6%	–
EBIT	28.7	14.6	96.6%

[1)] Non-recurring charges of minus €0.4 million in the first nine months of 2014

Sales in the reporting segment Graphite Specialties increased by 19% (currency adjusted by 23%) to €265.3 million in the reporting period (9M/2013: €222.4 million), mainly driven by a project related big ticket order awarded to us last year from a customer in the electronics industry as well as by the continued high demand for anode materials from the lithium ion battery industry. Most other customer industries are showing stabilization or even a small recovery in the order intake based on a low level at year-end 2013. While demand from North America is stabilizing, orders from Europe are showing a gradual improvement.

Demand from Asia, which is characterized by the solar, the semiconductor and the LED industries, is slowly improving volume-wise; however prices remain under pressure due to continued global overcapacities and currency related advantages of Japanese competitors.

The significantly higher utilization of our production capacities led to a substantial improvement in the result of the reporting segment Graphite Specialties, particularly in the first half of 2014. This resulted from the overall improved order situation, which was augmented by the big ticket order. Accordingly, recurring EBIT doubled in the first nine months 2014 compared to the prior year period to €29.1 million (9M/2013: €14.6 million), resulting in a markedly higher EBIT margin of 11.0% compared to the first nine months 2013 (6.6%).

Cost savings from SGL2015 amounted to €11.5 million in the reporting period, of which €6.3 million were attributable to our SGL Excellence initiative.

In the first nine months 2014, restructuring expenses related to SGL2015 amounting to €0.4 million were recorded in the reporting segment GS. Accordingly, EBIT after non-recurring charges reached €28.7 million in the first nine months 2014 (9M/2013: €14.6 million).

Reporting segment Carbon Fibers & Materials (CFM)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	213.5	183.2	16.5%
EBITDA before non-recurring charges[1]	– 8.4	– 11.4	26.3%
EBIT before non-recurring charges[1]	– 18.1	– 21.1	14.2%
Return on sales	– 8.5%	– 11.5%	–
EBIT	– 18.5	– 62.7	70.5%

[1] Non-recurring charges of minus €0.4 million and minus €41.6 million in the first nine months of 2014 and 2013, respectively

Sales in the reporting segment Carbon Fibers & Materials increased by 17% (currency adjusted by 16%) in the first nine months 2014 to €213.5 million (9M/2013: €183.2 million) mainly due to markedly higher sales of the proportionally consolidated joint arrangements with BMW Group, which benefited from the market introduction of the new BMW i3 in November 2013. The Business Unit Carbon Fibers & Composite Materials (CF/CM) also recorded a strong sales increase in the first two quarters of the fiscal year 2014 due to increased demand primarily from the wind energy industry.

Recurring EBIT in the first nine months 2014 improved slightly to minus €18.1 million compared to minus €21.1 million in the prior year period, resulting in an EBIT margin of minus 8.5% (9M/2013: minus 11.5%). The continued operational loss is attributable to the ongoing unsatisfactory price level for carbon fibers and the insufficient capacity utilization in the Business Unit CF/CM. However, the operating loss in this business unit has nearly halved thanks to the improved volume demand. This development was partially offset by the expected higher start up losses in our joint arrangements with BMW as a result of the accelerated expansion.

Cost savings from SGL2015 amounted to €2.2 million in the reporting period, of which €1.5 million were attributable to our SGL Excellence initiative.

In the reporting period, restructuring expenses relating to SGL2015 amounted to €0.4 million in the reporting segment CFM (9M/2013: €41.6 million impairment losses). Accordingly, EBIT after non-recurring charges reached minus €18.5 million in the first nine months 2014 (9M/2013: minus €62.7 million).

On May 9, 2014, we announced the tripling of carbon fiber capacities in our joint arrangements with BMW Group in Moses Lake, Washington (USA). Production capacity will be increased from the current 3,000 tons per annum to 9,000 tons per annum due to the high demand for automotive carbon fiber. This will result in Moses Lake becoming the largest carbon fiber production site globally. The capacity will already have doubled to 6,000 tons per annum in the second half of this year.

At-Equity accounted business activities within SGL Group
(aggregated results attributable to SGL Group are reported under results from investments accounted for At-Equity)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue[1]	157.1	98.2	60.0%

[1] aggregated, unconsolidated 100% values for all investments accounted for At-Equity

Sales revenue of all investments accounted for At-Equity increased by 60% in the first nine months 2014 to €157.1 million (9M/2013: €98.2 million, 100% values for companies) and is not included in our consolidated Group sales figure. Main investments accounted for At-Equity are Brembo SGL (Italy and Germany) and Benteler SGL (Germany and Austria).

Brembo SGL

The joint venture with Brembo for the production and development of carbon ceramic brake discs recorded a significant increase in shipments in the course of 2013 due to various serial production launches. A higher order intake was recorded at the end of 2013, resulting in a 60% sales increase in the first nine months 2014. Consequently, the production facilities in Meitingen (Germany) and Stezzano (Italy) continue to be nearly fully utilized and will be gradually expanded to meet the further growing brake disc demand for new car models. Having already achieved an operating profit in fiscal year 2013, the positive earnings trend strengthened in the nine months 2014.

Benteler SGL

We develop the use of CFRP components in the automotive industry in our joint venture with Benteler. Numerous projects with various OEMs in the automotive industry were awarded to us and should reach commercialization within the next years. Several production series were launched in 2013, which are in particular being implemented in our new facility in Ort (Austria), so that sales in the fiscal year 2013 increased by approximately 60%. This trend continued into the first nine months 2014. In the reporting period, start up losses relating to the serial production launches for new automotive projects were on a comparable level as in the prior year.

Reporting segment Corporate & Others (C&O)

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	79.9	94.7	– 15.6%
EBITDA before non-recurring charges[1)]	– 17.4	– 15.1	– 15.2%
EBIT before non-recurring charges[1)]	– 24.2	– 21.9	– 10.5%
Return on sales	– 30.3%	– 23.1%	–
EBIT	– 41.3	– 25.2	– 63.9%

[1)] Non-recurring charges of minus €17.1 million and minus €3.3 million in the first nine months of the year 2014 and 2013, respectively

As a further measure to optimize our portfolio and focus on our core competencies within the scope of SGL2015, we reclassified our aerospace and defense business, concentrated in the Business Unit Aerostructures (Hitco), as discontinued operations as of June 30, 2014. Accordingly, the figures for the reporting segment Corporate & Others have been adjusted by these activities for the reporting and the prior year period.

At €79.9 million, sales in the first nine months 2014 decreased by 16% compared to the prior year period (9M/2013: €94.7 million). Adjusted for currency effects, sales declined by 15%, driven by the lower sales contribution from the Business Unit Process Technology (PT), which benefited from the execution of a Chinese big ticket order in the prior year period.

The recurring EBIT in this reporting segment declined by approximately 11% to minus €24.2 million (9M/2013: minus €21.9 million) mainly due to the planned lower EBIT contribution of the Business Unit PT.

Savings in the reporting segment C&O amounted to €9.7 million within the framework of SGL2015, mainly relating to savings from implemented personnel measures as part of SGL2015 as well as lower travel and consultancy costs and cost savings in the Business Unit PT. Included in the SGL2015 savings are €1.6 million from our SGL Excellence initiative.

Non-recurring charges totaled €17.1 million in the reporting period, including, amongst others, expenses relating to personnel changes in our Board of Management as of June 30, 2014. Accordingly, EBIT after non-recurring charges in this reporting segment amounted to minus €41.3 million (9M/2013: minus €25.2 million €).

Group business development

	Nine Months		
€m	**2014**	2013	Change
Sales revenue	**987.5**	**1,096.2**	**– 9.9%**
Gross profit	164.6	213.8	– 23.0%
Selling, administrative, R&D and other operating income/expense	– 161.6	– 178.4	9.4%
EBIT before non-recurring charges	**3.0**	**35.4**	**– 91.5%**
Restructuring expenses/Others	– 24.4	– 25.8	5.4%
Impairment losses	–	– 44.0	–
EBIT	**– 21.4**	**– 34.4**	**37.8%**
EBITDA before non-recurring charges	**63.1**	**94.2**	**– 33.0%**

Group sales declined by 10% (currency adjusted by 8%) to €987.5 million (9M/2013: €1,096.2 million) due to the lower sales contribution from the reporting segment PP, which could only be partially compensated by the positive sales developments in the reporting segments GS and CFM.

Gross margin at 16.7% was considerably lower than the prior year level of 19.5% mainly due to the graphite electrodes price pressure in the reporting segment PP.

Compared to the first nine months of the prior year, selling, administrative, research, and other income/expense decreased by 9% to €161.6 million (9M/2013: €178.4 million), mainly due to the lower selling costs in conjunction with the lower sales as well as SGL2015 savings.

In spite of this, recurring Group EBIT decreased and reached €3.0 million in the reporting period compared to €35.4 million in the prior year period. The EBIT margin declined from 3.2% in the first nine months 2013 to 0.3% in the first nine months 2014. Cost savings from SGL2015 amounted to €61.2 million in the Group, of which €19.3 million was attributable to our SGL Excellence initiative.

Non-recurring charges in the first nine months 2014 totaled €24.4 million and relate mainly to restructuring expenses in conjunction with SGL2015. In the prior year period, non-recurring charges amounted to €69.8 million. Accordingly, Group EBIT after non-recurring charges amounted to minus €21.4 million (9M/2013: minus €34.4 million).

	Nine Months		
€m	**2014**	2013	Change
EBIT	**– 21.4**	**– 34.4**	**37.8%**
Result from investments accounted for At-Equity	– 3.4	– 8.1	58.0%
Net financing result	– 31.9	– 38.4	16.9%
Result from continuing operations before income taxes	**– 56.7**	**– 80.9**	**29.9%**
Income tax expense	– 8.9	– 74.9	88.1%
Result from continuing operations	**– 65.6**	**– 155.8**	**57.9%**
Result from discontinued operations, net of tax	– 24.9	– 40.6	38.7%
Result for the period	**– 90.5**	**– 196.4**	**53.9%**
Attributable to:			
Non-controlling interests	1.0	0.8	– 25.0%
Consolidated net result (attributable to the shareholders of the parent company)	**– 91.5**	**– 197.2**	**53.6%**
Earnings per share, basic and diluted (in €)	– 1.29	– 2.78	53.6%
Earnings per share – continuing operations, basic and diluted (in €)	– 0.94	– 2.21	57.5%

Results from investments accounted for At-Equity

Results from investments accounted for At-Equity improved to minus €3.4 million in the reporting period compared to the prior year period (9M/2013: minus €8.1 million), mainly due to the positive business performance of Brembo SGL in the first nine months 2014. The result also includes the start up losses of the Benteler SGL joint venture amounting to a mid single digit million € figure, which is unchanged compared to the prior year period. The negative earnings contribution of the SGL Lindner joint venture (joint venture with Lindner Group for the distribution of graphite based cooling ceilings), which is still in the process of commercialization and required further financial support from the partners in the reporting period, also remained on a comparable level to the prior year.

We continue to expect an improved result from investments accounted for At-Equity in the full year 2014 compared to the prior year, mainly due to higher production and shipment volumes and lower start up losses.

Net financing result

	Nine Months		
€m	**2014**	2013	Change
Interest income	0.8	1.0	– 20.0%
Interest expense	– 22.8	– 13.5	– 68.9%
Imputed interest convertible bonds (non-cash)	3.0	– 9.2	> 100.0%
Imputed interest finance lease (non-cash)	– 1.0	– 1.1	9.1%
Interest expense on pensions	– 8.1	– 8.6	5.8%
Interest expense, net	**– 28.1**	**– 31.4**	**10.5%**
Amortization of refinancing costs (non-cash)	– 2.2	– 2.0	– 10.0%
Other financial income/expense	– 1.6	– 5.0	68.0%
Other financing result	**– 3.8**	**– 7.0**	**45.7%**
Net financing result	**– 31.9**	**– 38.4**	**16.9%**

The net financing result improved in the first nine months 2014 to minus €31.9 million after minus €38.4 million in the prior year period.

The increased interest expenses relate to the fixed rate corporate bond issued in December 2013 with a coupon of 4.875%, which replaced the floating rate note issued in 2007. The latter was equipped with a coupon of three-month-EURIBOR plus a margin of 1.25%, corresponding to an average interest rate of 1.46% in the prior year period.

In the first nine months 2014, the net financing result included a gain from the imputed interest component of the convertible bonds (prior year period: loss from imputed interest component). This relates to the revised accounting treatment of the maturity of the convertible bond 2009/2016. The convertible bond was equipped with a one-time investor put option on June 30, 2014, so that the bond was recorded on the balance sheet with a maturity on June 30, 2014. Accordingly, the convertible bond was discounted to this date to its nominal value of €134.7 million (corresponding to the repayment obligation). After the put option was not exercised by the investors, the bond was recorded in the balance sheet with its actual maturity on June 30, 2016. Accordingly, the present value of the repayment obligation decreased to €125.1 million. The difference between the nominal and the present value amounting to €9.6 million was recorded as a gain.

The improvement in the other financing result compared to the first nine months 2013 is primarily due to the negative translation effects of €2.5 million in the prior year period relating to foreign currency bank debts, which were repaid at the end of the fiscal year 2013.

Result from continuing operations before and after taxes

Due to the developments described above, the result from continuing operations before taxes improved by €24.2 million from minus €80.9 million to minus €56.7 million (adjusted for the discontinued Rotor Blades and Aerostructures activities). Subtracting income taxes of €8.9 million (9M/2013: minus €74.9 million) and non-controlling interests of €1.0 million (9M/2013: €0.8 million), as well as result from discontinued operations of minus €24.9 million (9M/2013: minus €40.6 million) the consolidated net result of minus €91.5 million improved compared to minus €197.2 million in the first nine months 2013.

Balance sheet structure

€m	Sept. 30, 2014	December 31, 2013	Change
ASSETS			
Non-current assets	1,059.3	1,089.3	– 2.8%
Current assets	841.2	963.4	– 12.7%
Assets held for sale	165.6	6.4	> 100.0%
Total assets	**2,066.1**	**2,059.1**	**0.3%**
EQUITY AND LIABILITIES			
Equity attributable to the shareholders of the parent company	519.7	607.7	– 14.5%
Non-controlling interests	17.1	16.2	5.6%
Total equity	**536.8**	**623.9**	**– 14.0%**
Non-current liabilities	1,062.6	943.8	12.6%
Current liabilities	413.1	491.4	– 15.9%
Liabilities in connection with assets held for sale	53.6	0.0	> 100.0%
Total equity and liabilities	**2,066.1**	**2,059.1**	**0.3%**

The decline in the current and non-current assets results from the reclassification of the assets of the Business Unit AS to the assets held for sale line item.

Assets held for sale increased by €159.2 million to €165.6 million as of September 30, 2014. This relates to the intended disposal of the Business Unit AS. The assets and liabilities of the Business Unit AS are recorded as held for sale following the reclassification of the unit as discontinued operations during the second quarter of the fiscal year 2014. The reporting segments PP, GS, CFM, and C&O are classified as continuing operations as of the balance sheet date. Currency effects increased total assets by €81.0 million.

The increase in non-current and the decrease in current liabilities compared to the prior year results primarily from the reclassification of the convertible bond 2009/2016 from current to non-current liabilities. After the investor put option of this convertible bond on June 30, 2014, was not exercised, the maturity was extended to June 2016. Accordingly, the new net present value of the convertible bond of €125.1 million is recorded as a non-current liability. Note also our commentary on the net financing results.

In contrast, the financial debt of the proportionally consolidated SGL ACF increased by €48.3 million (of which €6.0 million are currency related) in the reporting period and is recorded in total as current financial liabilities. The increase is related to the expansion of carbon fiber lines in the joint production plant in Moses Lake (USA).

The balance sheet as of September 30, 2014 does not include the effects from the capital increase, which was executed in October 2014. Taking this effect into account, total assets would have been €261.4 million higher, amounting to €2,327.5 million. Further details on the impact of the capital increase can be found in the table in the chapter „Key events of the business development" on page 9.

Working capital

€m	Sept. 30, 2014	December 31, 2013	Change
Inventories	482.0	478.4	0.8%
Trade receivables	174.8	189.0	– 7.5%
Trade payables	– 136.7	– 191.2	28.5%
Working Capital	**520.1**	**476.2**	**9.2%**

The development of the working capital was characterized by the reclassification of inventory, receivables and payables relating to the Business Unit AS to the assets/liabilities held for sale line items. The figures of the prior year include the working capital of the Business Unit AS in the amount of minus €11.2 million. In the reporting period, currency effects increased working capital by €16.2 million. Adjusted for these effects, working capital increased by only 3.5%. Lower payables reflect seasonally different delivery terms of raw materials.

Changes in equity

As of September 30, 2014, shareholders' equity amounted to €519.7 million (December 31, 2013: €607.7 million). The reduction is mainly due to, on one hand, the negative consolidated net result of €91.5 million. One the other hand, the adjustment of discount rates for pension provision calculations reduced equity by €27.1 million (after tax). Currency effects increased equity by €24.0 million. Overall, the equity ratio declined to 25% compared to 30% as of December 31, 2013. Taking into account the capital increase which was executed in October 2014, the equity ratio as of September 30, 2014 would increase to 34%. Further details on the impact of the capital increase can be found in the table in the chapter „Key events of the business development" on page 9.

Net financial debt

€m	Sept. 30, 2014	December 31, 2013	Change
Current and non-current financial liabilities	732.4	691.5	5.9%
Remaining imputed interest for the convertible bonds	23.7	20.9	13.4%
Accrued refinancing cost	11.7	13.8	– 15.2%
Total financial debt	**767.8**	**726.2**	**5.7%**
Time deposits	40.5	0.0	–
Cash and cash equivalents	99.2	235.1	– 57.8%
Total liquidity	**139.7**	**235.1**	**– 40.6%**
Net financial debt	**628.1**	**491.1**	**27.9%**
thereof: SGL ACF			
Current financial liabilities	99.0	50.7	95.3%
Cash and cash equivalents	8.7	7.3	19.2%
Net financial debt SGL ACF	90.3	43.4	>100.0%
Net financial debt without SGL ACF	**537.8**	**447.7**	**20.1%**

The retrospective proportional consolidation of SGL ACF led to an increase in net financial debt by €43.4 million to €491.1 million as of December 31, 2013. The financial debt of SGL ACF is provided by BMW Group in the form of shareholder loans.

As of September 30, 2014, net financial debt of SGL Group increased by €137.0 million or 28% to €628.1 million, primarily due to the decrease in liquidity to €139.7 million compared to €235.1 million at year end 2013. This development is mainly attributable to the cash outflow related to implemented SGL2015 measures, capital expenditures as well as the increase in working capital.

Net financial debt as of September 30, 2014 does not include the effects from the capital increase, which was executed in October 2014, as this constitutes an event after the balance sheet date. Taking this effect into account, total liquidity would have increased by €261.4 million to €401.1 million, reducing net financial debt to €366.7 million. Further details on the impact of the capital increase can be found in the table in the chapter „Key events of the business development" on page 9.

Free cash flow

	Nine Months	
€m	**2014**	2013
Cash flow from operating activities – continuing operations		
Result from continuing operations before income taxes	–56.7	–80.9
Non-recurring charges	24.4	69.8
Depreciation and amortization expense	60.2	58.8
Changes in working capital, net	–11.5	11,8
Miscellaneous items	–17.9	23.2
Cash flow from operating activities – continuing operations	**–1.5**	**82.7**
Cash flow from investing activities – continuing operations		
Payments to purchase intangible assets and property, plant and equipment (excluding SGL ACF)	–39.5	–56.2
Payments to purchase intangible assets and property, plant and equipment (SGL ACF)	–54.2	–14.7
Payments for the acquisition of subsidiaries (less cash acquired)	–0.8	0.0
Payments for capital contributions concerning investments accounted for At-Equity and payments for other financial assets	–5.0	–10.1
Other investing activities	1.5	8.5
Cash flow from investing activities – continuing operations	**–98.0**	**–72.5**
Free cash flow [1]	*–99.5*	*10.2*

[1] Defined as cash flow from operating activities minus cash flow from investing activities (continuing operations)

In the first nine months 2014, cash flow from operating activities – continuing operations amounted to minus €1.5 million in the reporting period after positive €82.7 million in the prior year period, mainly due the reduced earnings level, payments for SGL2015 restructuring measures, higher interest payments relating to the corporate bond issued in December 2013 with a fixed rate coupon of 4.875% as well as the increase in working capital (mainly resulting from lower trade payables). The position "miscellaneous items" reflects mainly payments in the reporting period relating to SGL2015 as well as the cash effects from extending the USD hedges.

As planned, the investments into our established businesses (i.e. excluding SGL ACF) were significantly lower than in the prior year period, decreasing by €16.7 million year-on-

year from €56.2 million to €39.5 million. This development was more than compensated by the high capital expenditures for capacity expansions at SGL ACF, our joint arrangements with BMW.

Capital contributions into investments accounted for At-Equity decreased by €5.1 million compared to the previous year, which was characterized by payments relating to the closure of European Precursor GmbH (EPG).

In total, free cash flow in the reporting period deteriorated to minus €99.5 million (9M/2013: plus €10.2 million).

Employees

The following tables provide information on the headcount development according to reporting segments resp. to geographies:

Headcount	Sept. 30, 2014	December 31, 2013	Change
Performance Products	1,996	2,076	– 3.9%
Graphite Specialties	2,168	2,209	– 1.9%
Carbon Fibers & Materials	1,045	920	13.6%
Corporate & Others	670	711	– 5.8%
Total continuing operations	**5,879**	**5,916**	**– 0.6%**
Discontinued operations (Hitco)	469	471	– 0.4%
Total SGL Group	**6,348**	**6,387**	**– 0.6%**

Headcount	Sept. 30, 2014	December 31, 2013	Change
Germany	2,282	2,309	– 1.2%
Europe excluding Germany	1,992	1,988	0.2%
North America	863	924	– 6.6%
Asia	742	695	6.8%
Total continuing operations	**5,879**	**5,916**	**– 0.6%**
Discontinued operations (Hitco)	469	471	– 0.4%
Total SGL Group	**6,348**	**6,387**	**– 0.6%**

The number of employees in our continued businesses amounted to 5,879 as of September 30, 2014 (December 31, 2013: 5,916). This decline reflects initial effects from the implementation of SGL2015 measures and has more than offset the increase of 102 employees in the proportionally consolidated SGL ACF. Including the discontinued activities, the number of employees at SGL Group totaled 6,348 as of September 30, 2014 (December 31, 2013: 6,387).

Compared to the year end 2012 (6,686 employees), which is the starting point of our cost savings program SGL2015, the number of SGL Group employees (excluding SGL ACF) decreased by 541, of which 339 relate to the sale of our rotor blade activities and the remainder to the organizational and asset restructuring measures. As we are conducting our personnel reduction measures in a socially compatible manner, the main effects from SGL2015 will only be visible in the further course of this year and in 2015.

Opportunities and risks

Regarding existing opportunities and risks, we refer to the annual report for the financial year ended December 31, 2013, as well as to the Management Report of this interim report.

Opportunities might result from a more positive development of the global economy and our customer industries. The successful implementation of the SGL2015 cost savings program also offers favorable opportunities for our Company. Our competitive position will be strengthened by an improved cost position, lean administration structures together with more efficient and adapted production capacities. In addition, we see considerable opportunities in the rapidly growing usage of carbon fiber composite materials in the automotive industry, which can significantly improve our mid-term earnings expectations.

At present stage, we continue to see risks associated with the sovereign debt crisis in various regions in the world. This can negatively impact the financial situation of our customers. Governmental policy-driven regulatory measures in relation to tax increases and public spending cuts can negatively affect our business. The economic and political developments in China might have a considerable impact on the demand of our customers' businesses. With regards to the situation in Ukraine and Russia, as well as the unstable political situation in the Near and Middle East regions, political reactions and sanctions could also result in a negative impact. Besides such regional and global economic trends,

we also generally face more subdued, and in certain cases even markedly reduced, demand in our customer industries. Exchange rate fluctuations, such as the sharp devaluation of the Japanese yen and the Indian rupee, increase competitive pressures. Further price reductions of Japanese and Indian competitors are possible. Additional raw material price increases could negatively impact profit margins and may further weaken demand.

In the Business Unit Graphite & Carbon Electrodes, prices for graphite electrodes have substantially deteriorated since the middle of 2013. Overall, the graphite electrode market is characterized by overcapacities also in 2014. The Business Unit Cathodes & Furnace Linings continues to be faced with only slowly increasing investing activities in the aluminum and steel industry. This can have an adverse effect on earnings.

In the Business Unit Graphite Specialties we face cyclical demand fluctuations and overcapacities in some markets. This results in profit contribution risks for individual products, customer industries as well as within various regions.

The risk situation in the Business Unit Carbon Fibers & Composite Materials continues to arise from the weak demand for industrial carbon fibers. Currently, we do not anticipate a sustainable recovery of the market environment in the short term. However, our activities for the build-up of a value chain in the joint operations with the BMW Group are not affected and are developing on schedule. Our business for the production and development of carbon ceramic brake discs operated together with Brembo also developed very favorably. Furthermore, we continue to expect that the fundamental mid to long term growth trends for lightweight materials will stay unchanged.

Risks can arise from sluggish growth in the wind power sector, the reliability of supplies of certain raw materials and the achievement of specific customer quality requirements.

The Business Unit Process Technology is faced with intensive competition for only few large projects that are necessary to achieve our growth objectives.

A further weakening of our business might lead to impairments of fixed assets in some business units.

The Business Unit Aerostuctures classified as discontinued operations bears risks in regards to the intended disposal. The reasonably foreseeable selling price can be above or below the carrying amounts of the related assets and liabilities held for sale. In addition, there is a risk of delayed settlement of the sales process.

The financing agreements of SGL Group contain contractually agreed covenants that regulate compliance with specific financial ratios during the terms. There is a possibility that we may not achieve some of the relevant financial covenants in the following quarters if the difficult business conditions persist.

SGL Group is subject to regular tax audits. Based on the expectations and the assessment of management, provisions for possible risks arising from the ongoing tax audits were recorded in the second quarter 2013 which might result in future cash outflows.

Despite the generally unsatisfactory demand and earnings situation, as well as the continued competitive pressures, in our opinion and based on information currently available, there are no material individual risks that could jeopardize sustainably the business as a going concern. Even if the individual risks are viewed on an aggregated basis, they currently do not threaten the going concern of SGL Group.

Outlook

Reporting segment Performance Products (PP)

Graphite electrode pricing have come under increased competitive pressure since the middle of 2013, but seem to be slowly stabilizing on low levels. Nevertheless, we expect both sales and EBIT in the Business Unit Graphite & Carbon Electrodes to decline strongly in the full year 2014, as the price levels in the first half of the previous year were still on a comparatively higher level. Despite the continued uncertainties in the steel markets, we expect graphite electrode shipments in the final quarter of this year to be on a comparable level as in the third quarter.

With regards to the cathodes business, we note that the aluminum industry is marginally increasing capital expenditures for maintenance and growth projects. Cathode pricing, however, remains under pressure due to overcapacities.

As a result, we continue to expect significantly lower sales and EBIT in the reporting segment PP in the full year 2014, primarily due to the adverse graphite electrode price developments.

Reporting segment Graphite Specialties (GS)

Since the beginning of the year, the Business Unit Graphite Specialties has benefited from the shipments for a big ticket order from the electronics industry, which was processed by the middle of this year, as planned. Excluding this new technology and the continued good demand from the lithium ion battery industry, order intake is improving only slowly from the low levels recorded at the end of last year. Consequently, we still forecast a much weaker second half year compared to the first two quarters of this year. Nevertheless, sales and EBIT in the full year 2014 are anticipated to increase substantially compared to the prior year thanks to the strong first half year.

Reporting segment Carbon Fibers & Materials (CFM)

The Business Unit Carbon Fibers & Composite Materials will benefit from a moderate improvement in volume demand primarily from the wind energy industry. In contrast, Fisipe sales will be affected by the shutdown of one production line in preparation for the conversion to precursor.

The joint arrangements with BMW Group, SGL ACF, will in contrast significantly increase their sales in the full year due to the launch of the new i3 in November 2013. The international launch of the i3 as well as the launch of the i8 this year leads to a considerable increase in carbon fiber demand and subsequently higher sales expectations. Accordingly, BMW Group and we have announced the tripling of our carbon fiber capacities in our joint facility in Moses Lake (USA) in May of this year. These high ramp up efforts will lead to slightly higher start up losses at SGL ACF compared to the previous year.

On the whole, the reporting segment Carbon Fibers & Materials continues to expect a significant sales increase and a slight improvement in EBIT.

Reporting segment Corporate & Others (C&O)

In the Business Unit Process Technology, sales in the first half year showed a stable development based on shipments of already booked orders. Due to the restrained order intake activities at the beginning of the year, we have planned a slightly lower sales development in the second half of the year compared to the first two quarters. Due to the execution of the Chinese big ticket order last year, the business unit will not be able to maintain the record earnings level of the last two years; nevertheless the EBIT margin is expected to remain in double digit territory.

Expenses relating to Corporate Costs will substantially and to T&I slightly decline primarily thanks to implemented SGL2015 measures.

In total, we expect lower sales and a stable earnings development for the reporting segment Corporate & Others.

Group

Based on the developments described above, we confirm our guidance for the full year 2014, which we published in March 2014 together with the annual report. Adjusted for the reclassification of the Business Unit Aerostructures (Hitco) as discontinued operations, we expect Group sales on a comparable basis to decrease year-on-year in a similar magnitude as after nine months 2014.

Mainly due to the graphite electrode price development, we expect the comparable recurring Group EBIT to be down significantly compared to 2013. While we expect EBIT in the final quarter of this year to deteriorate compared to the third quarter, it is anticipated to remain significantly above the fourth quarter of 2013.

We already achieved €69 million of cost savings in 2013 with SGL2015. Savings in a slightly higher magnitude are now expected for this year, after generating savings of €61 million during the first nine months. With the publication of the strategic realignment on September 29, 2014, we increased our overall SGL2015 savings target to more than €200 million until the end of 2015 (based on actual costs 2012) compared to the original target of €150 million. This is not only due to the SGL Excellence Initiative established in 2002. Major cost savings are also being achieved from the largely implemented restructuring of the organization, which includes staff cutbacks as well as the reduction in indirect expenses. Consolidation of production sites will further lead to cost reductions, particularly resulting from the closure of the two facilities in Canada and Italy. Additional savings will be realized from the announced and partially implemented disposal of certain parts of the business portfolio.

The major portion of restructuring expenses relating to our cost savings program SGL2015 was recorded in the annual financial statements 2013. Due to the increased savings target, we now expect restructuring expenses in 2014 to amount to a mid double digit million-€ figure.

After a considerable positive free cash flow in 2013 we still anticipate a significantly negative free cash flow in 2014, mainly due to the cash outflow of implemented restructuring measures as well as higher investments in the joint arrangements with BMW. Compared to last year, the planned capital expenditure requirements for our established businesses are significantly lower in 2014. In spite of the negative free cash flow, net debt at year end 2014 will be substantially below year end 2013 thanks to the proceeds of the capital increase executed in October 2014.

Wiesbaden, November 6, 2014

SGL Carbon SE
The Board of Management

Condensed consolidated interim financial statements (unaudited)

Consolidated Income Statement

	3rd Quarter			Nine Months		
€m	**2014**	2013*	Change	**2014**	2013*	Change
Sales revenue	**332.3**	**348.4**	**– 4.6%**	**987.5**	**1,096.2**	**– 9.9%**
Cost of sales	– 279.0	– 289.7	3.7%	– 822.9	-882.4	6.7%
Gross profit	**53.3**	**58.7**	**– 9.2%**	**164.6**	**213.8**	**– 23.0%**
Selling expenses	– 36.4	– 37.8	3.7%	– 107.1	– 118.3	9.5%
Research and development costs	– 7.8	– 10.5	25.7%	– 28.1	– 31.9	11.9%
General and administrative expenses	– 12.6	– 15.5	18.7%	– 44.8	– 53.7	16.6%
Other operating income	11.4	7.9	44.3%	30.0	32.1	– 6.5%
Other operating expenses	– 6.2	1.3	> – 100.0%	– 18.3	– 6.6	> – 100.0%
Restructuring expenses	– 4.5	– 25.8	82.6%	– 17.7	– 25.8	31.4%
Impairment losses	–	– 6.8	–	–	– 44.0	–
Operating loss/profit	**– 2.8**	**– 28.5**	**90.2%**	**– 21.4**	**– 34.4**	**37.8%**
Result from investments accounted for At-Equity	– 0.2	– 1.5	86.7%	– 3.4	– 8.1	58.0%
Interest income	0.3	0.4	– 25.0%	0.8	1.0	– 20.0%
Interest expense	– 13.3	– 9.6	– 38.5%	– 28.9	– 32.4	10.8%
Other financing result	– 1.4	– 2.7	48.1%	– 3.8	– 7.0	45.7%
Result from continuing operations before income taxes	**– 17.4**	**– 41.9**	**58.5%**	**– 56.7**	**– 80.9**	**29.9%**
Income tax expense	0.4	3.0	– 86.7%	– 8.9	– 74.9	88.1%
Result from continuing operations	**– 17.0**	**– 38.9**	**56.3%**	**– 65.6**	**– 155.8**	**57.9%**
Result from discontinued operations, net of tax	– 12.1	– 7.2	– 68.1%	– 24.9	– 40.6	38.7%
Net result for the period	**– 29.1**	**– 46.1**	**36.9%**	**– 90.5**	**– 196.4**	**53.9%**
Attributable to:						
Non-controlling interests	0.3	1.0	70.0%	1.0	0.8	– 25.0%
Consolidated net result (attributable to the shareholders of the parent company)	**– 29.4**	**– 47.1**	**37.6%**	**– 91.5**	**– 197.2**	**53.6%**

	3rd Quarter			Nine Months		
	2014	2013*	Change	**2014**	2013*	Change
Earnings per share, basic and diluted (in €)	– 0.41	– 0.66	37.9%	– 1.29	– 2.78	53.6%
Earnings per share – continuing operations, basic and diluted (in €)	– 0.25	– 0.56	55,4%	– 0.94	– 2.21	57.5%

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements

Consolidated Statement of Comprehensive Income

	3rd Quarter		Nine Months	
€m	**2014**	2013*	**2014**	2013*
Net result for the period	**– 29.1**	**– 46.1**	**– 90.5**	**– 196.4**
Items that may be reclassified subsequently to profit or loss				
Changes in the fair value of securities available for sale	0.0	0.5	0.1	– 1.4
Cash flow hedges[1)]	– 1.4	0.3	– 2.6	– 2.7
Currency translation	16.4	– 7.5	24.4	– 25.1
Items that will not be reclassified to profit or loss				
Actuarial gains/losses on pensions and similar obligations[2)]	– 7.0	0.1	– 27.1	0.0
Other comprehensive income	**8.0**	**– 6.6**	**– 5.2**	**– 29.2**
Comprehensive income	**– 21.1**	**– 52.7**	**– 95.7**	**– 225.6**
of which attributable to the shareholders of the parent company	*– 21.7*	*– 53.6*	*– 97.1*	*– 226.0*
of which attributable to non-controlling interests	*0.6*	*0.9*	*1.4*	*0.4*

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements
1) includes tax effects of €1.4 million (2013: €1.1 million) in the first nine months
2) includes tax effects of €12.3 million (2013: €0.0 million) in the first nine months

Consolidated Balance Sheet

ASSETS €m	Sept. 30, 2014	December 31, 2013*	January 1, 2013*
Non-current assets			
Goodwill	31.2	44.0	60.9
Other intangible assets	25.4	41.0	47.0
Property, plant and equipment	885.8	895.4	977.3
Investments accounted for At-Equity	35.2	34.2	34.2
Other non-currents assets	13.0	19.8	24.9
Deferred tax assets	68.7	54.9	114.3
	1,059.3	**1,089.3**	**1,258.6**
Current assets			
Inventories	482.0	478.4	529.9
Trade receivables	174.8	189.0	288.4
Other receivables and other assets	44.7	60.9	53.5
Liquidity	139.7	235.1	359.4
Time deposits	*40.5*	*0.0*	*130.0*
Cash and cash equivalents	*99.2*	*235.1*	*229.4*
	841.2	**963.4**	**1,231.2**
Assets held for sale	**165.6**	**6.4**	**7.7**
Total assets	**2,066.1**	**2,059.1**	**2,497.5**

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements

EQUITY AND LIABILITIES €m	Sept. 30, 2014	December 31, 2013*	January 1, 2013*
Equity			
Issued capital	182.3	181.7	180.8
Capital reserves	703.5	695.0	680.0
Retained earnings	– 366.1	– 269.0	81.4
Equity attributable to the shareholders of the parent company	**519.7**	**607.7**	**942.2**
Non-controlling interests	17.1	16.2	15.3
Total equity	**536.8**	**623.9**	**957.5**
Non-current liabilities			
Provisons for pensions and similar employee benefits	344.5	298.6	329.8
Other provisions	64.3	56.2	12.0
Interest-bearing loans	614.1	547.9	668.4
Other liabilities	39.7	41.1	41.8
	1,062.6	**943.8**	**1,052.0**
Current liabilities			
Other provisions	96.8	110.7	95.9
Current portion of interest-bearing loans	118.3	143.6	142.1
Trade payables	136.7	191.2	195.3
Other liabilities	61.3	45.9	53.6
	413.1	**491.4**	**486.9**
Liabilities in connection with assets held for sale	**53.6**	**0.0**	**1.1**
Total equity and liabilities	**2,066.1**	**2,059.1**	**2,497.5**

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements

Consolidated Cash Flow Statement

	Nine Months	
€m	**2014**	2013*
Cash flow from operating activities		
Result from continuing operations before income taxes	–56.7	–80.9
Adjustments to reconcile net profit/loss from continuing operations to net cash provided by operating activities:		
Interest expense (net)	28.1	31.4
Gain/Loss on sale of property, plant and equipment	–1.0	0.0
Depreciation and amortization expense	60.2	58.8
Impairment losses	–	44.0
Restructuring expenses/Others	24.4	25.8
Result from investments accounted for At-Equity	3.4	8.1
Amortization of refinancing costs	2.2	2.0
Interest received	0.8	1.4
Interest paid	–23.4	–18.3
Income taxes paid	–2.0	–17.7
Changes in provisions, net	–9.7	–24.1
Changes in working capital		
Inventories	–1.3	16.1
Trade receivables	13.0	18.9
Trade payables	–23.2	–23.2
Other operating assets/liabilities	–16.3	40.4
Cash flow from operating activities – continuing operations	**–1.5**	**82.7**
Cash flow from operating activities – discontinued operations	–14.6	–26.5
Cash flow from operating activities – continuing and discontinued operations	**–16.1**	**56.2**

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements

	Nine Months	
€m	**2014**	2013*
Cash flow from investing activities		
Payments to purchase intangible assets and property, plant and equipment	– 93.7	– 70.9
Payments for capital contributions concerning investments accounted for At-Equity and payments for other financial assets	– 5.0	– 10.1
Payments for the acquisition of subsidaries (less cash acquired)	– 0.8	0.0
Other investing activities	1.5	8.5
Cash flow from investing activities – continuing operations	**– 98.0**	**– 72.5**
Change in time deposits	– 40.5	60.0
Cash flow from investing activities and cash management activities – continuing operations	**– 138.5**	**– 12.5**
Cash flow from investing and cash management activities – discontinued operations	– 12.1	– 5.7
Cash flow from investing and cash management activities – continuing and discontinued operations	**– 150.6**	**– 18.2**
Cash flow from financing activities		
Proceeds from issuance of financial liabilities	43.0	11.7
Repayment of financial liabilities	– 11.5	– 145.5
Change in ownership interest in subsidaries	0.0	– 1.5
Dividend payments for the prior year	0.0	– 14.2
Payments in connection with refinancing	– 1.3	– 0.6
Other financing activities	– 0.3	– 0.2
Cash flow from financing activities – continuing operations	**29.9**	**– 150.3**
Cash flow from financing activities – discontinued operations	0.0	0.0
Cash flow from financing activities – continuing and discontinued operations	**29.9**	**– 150.3**
Effect of foreign exchange rate changes	0.9	– 1.2
Net change in cash and cash equivalents	**– 135.9**	**– 113.5**
Cash and cash equivalents at beginning of period	235.1	229.4
Cash and cash equivalents at end of period	**99.2**	**115.9**
Time deposits	40.5	70.0
Total liquidity	**139.7**	**185.9**

* Prior year comparatives adjusted, see Notes to the condensed consolidated interim financial statements

Condensed Consolidated Statement of Changes in Equity

	Nine Months 2014		
€m	Shareholders' equity	Non-controlling interests	Total equity
Balance at January 1 as previously reported,	**650.8**	**16.2**	**667.0**
Corrections according to IAS 8[1]	– 43.1	0.0	– 43.1
Balance at January 1,	**607.7**	**16.2**	**623.9**
Capital increase from share-based payment plans	**9.1**	**0.0**	**9.1**
Net result for the period	– 91.5	1.0	– 90.5
Other comprehensive income	– 5.6	0.4	– 5.2
Total comprehensive income	**– 97.1**	**1.4**	**– 95.7**
Other changes in equity[2]	0.0	– 0.5	– 0.5
Balance at September 30	**519.7**	**17.1**	**536.8**

	Nine Months 2013		
€m	Shareholders' equity	Non-controlling interests	Total equity
Balance at January 1 as previously reported,	**1,067.0**	**15.3**	**1,082.3**
Corrections according to IAS 8[1]	– 124.8	0.0	– 124.8
Balance at January 1,	**942.2**	**15.3**	**957.5**
Capital increase from share-based payment plans	**13.9**	**0.0**	**13.9**
Dividends	**– 14.2**	**– 0.2**	**– 14.4**
Net result for the period	– 197.2	0.8	– 196.4
Other comprehensive income	– 28.8	– 0.4	– 29.2
Total comprehensive income	**– 226.0**	**0.4**	**– 225.6**
Other changes in equity[2]	– 4.9	– 2.0	– 6.9
Balance at September 30	**711.0**	**13.5**	**724.5**

[1] See Notes to the condensed consolidated interim financial statements
[2] In particular in connection with non-controlling interests in subsidiary partnerships

Notes to the condensed consolidated interim financial statements

Description of business

SGL Carbon SE, located at Söhnleinstrasse 8, Wiesbaden (Germany), together with its subsidiaries ("SGL Group") is a global manufacturer of carbon and graphite products.

Basis of preparation and accounting policies

The condensed consolidated interim financial statements of SGL Group have been prepared in accordance with International Financial Reporting Standards (IFRS) and its interpretations issued by the International Accounting Standards Board, as adopted by the European Union (EU). The condensed consolidated interim financial statements as of September 30, 2014, have been prepared in line with the rules of IAS 34 and, with the exception of the changes presented below, using the same accounting policies. The condensed consolidated interim financial statements should be read in conjunction with SGL Group's annual IFRS consolidated financial statements as of December 31, 2013. These condensed consolidated interim financial statements contain all of the information that is required for a fair presentation of the results of operations and the financial position of the Group. A third balance sheet is prepared as at the start of the preceding period as the restatements due to the first-time adoption of IFRS 11, Joint Arrangements, and corrections pursuant IAS 8.42, have a material effect on the information in the balance sheet.

The condensed consolidated interim financial statements were authorized for publication in accordance with a resolution of the Board of Management on November 6, 2014. The Interim Financial Statements and Interim Group Management Report have been neither audited nor subject to an auditor's review.

Recently adopted accounting pronouncements

As of January 1, 2014, SGL Group adopted IFRS 10 Consolidated Financial Statements, IFRS 11 Joint Arrangements, IFRS 12 Disclosure of Interests in Other Entities and consequential amendments to IAS 27 Separate Financial Statements (as amended in 2011), and IAS 28 Investments in Associates and Joint Ventures (as amended in 2011).

IFRS 10 contains a new definition of control, which is to be applied in determining the companies to be consolidated. This new definition of control leads to no change to the scope of consolidation of the SGL Group. IFRS 11 provides guidance on accounting for joint arrangements by focusing on rights and obligations of the arrangement. Until the end of 2013, companies operated together with a partner were accounted for At-Equity by SGL Group. According to IFRS 11, joint ventures are distinct from joint operations. In case of a joint venture, the parties that have joint control of a legally independent company have rights to the net assets of that arrangement. In joint operations, the parties that have joint control have direct rights to the assets and obligations for the liabilities relating to the arrangement. This requirement is also fulfilled if a joint arrangement's production output is almost entirely transferred to the partners. While shares in joint ventures must now be accounted for At-Equity, for a joint operation, the proportional share of assets, liabilities, income and expenses are reported, i.e., it is proportionally consolidated. Upon application of the new standard the two operating joint companies with the BMW Group – SGL Automotive Carbon Fiber in Moses Lake, WA, USA and in Munich, Germany (SGL ACF) – were shifted from At-Equity accounting to proportional consolidation since they market their products directly to the partners and they have no access to external financing resources, therefore classifying these as joint operations.

IFRS 12 provides comprehensive disclosure requirements for all forms of interests in other entities. The implementation of IFRS 12 results in an extension of the disclosures in the Notes.

Discontinued Operations pursuant to IFRS 5

In the reporting period, SGL Group decided to dispose the Business Unit Aerostructures (AS) by means of selling the subsidiary HITCO Carbon Composites Inc., Gardena, USA (Hitco). The criteria for classifying AS as held for sale and as a discontinued operation in accordance with IFRS 5 were met in June 2014. Accordingly, any income and expenses of AS included in the consolidated income statement was reported under discontinued operations for all the periods presented. In the prior period nine months 2013 the Business Unit Rotor Blades (RB) is also included, which was disclosed in the annual report as of December 31, 2013 as discontinued operations in accordance with IFRS 5.

Result from discontinued operations

	Nine Months	
€m	**2014***	2013*
Total sales revenue from discontinued operations	54.2	135.0
Total expenses from discontinued operations	– 75.3	– 176.4
Result from operating activities of discontinued operations before income taxes	**– 21.1**	**– 41.4**
Attributable tax expense/income	– 3.8	0.8
Result from operating activities of discontinued operations, net of tax	**– 24.9**	**– 40.6**
Result from discontinued operations	**– 24.9**	**– 40.6**

* The result from operating activities of discontinued operations for the year represents the result for the period from January 1 to September 30

Hitco's assets and liabilities are shown as held for sale in the balance sheet as of September 30, 2014. The carrying amounts of the major groups of assets and liabilities are as follows:

€m	Sept. 30, 2014
Goodwill and other intangible assets	31.3
Intangibles & property, plant and equipment	98.9
Inventories	24.2
Trade accounts receivable and other assets	11.2
Assets held for sale	**165.6**
Trade accounts payable and other liabilities	49.1
Provisions	4.5
Liabilities in connection with assets held for sale	**53.6**

Prior period adjustments

Adjustments according to IAS 8

In connection with an audit according to Sections 37n et seq. of the German Securities Trading Act (Wertpapierhandelsgesetz, WpHG), the Federal Financial Supervisory Authority ("BaFin") determined that the consolidated financial statements as of and for the year ended December 31, 2011 were incorrect with respect to the following accounting treatment:

(1) Sales revenue reported in the 2011 audited consolidated financial statements is overstated, because the necessary conditions for the application of IAS 11 for the use of revenue recognition from long term construction contracts on the basis of the percentage of completion method are not met due to the fact that, at the time of the accounting decision, the orders for carbon composite parts to aviation companies were not placed and also uncertain (non-compliance with IAS 18.14), (the "PoC Adjustments").

(2) The value of goodwill of "Carbon Fibers & Composites" reported in the 2011 audited consolidated financial statements is overstated: firstly, because the impairment test was erroneously performed on the basis of the higher-level segment Carbon Fibers & Composites, instead of on the level of the business units "Carbon Fibers & Composite Materials", "Rotor Blades" and "Aerostructures", which represent the lowest level within the organization at which goodwill is monitored (non-compliance with IAS 36.80a), and, secondly, because during the determination of the fair value less cost to sell of the business units, the expected future cash flows of the months of October, November and December 2011 were not discounted, and beginning January 2012, discounted at discount rates that are too low (non-compliance with IAS 36.55 et seq), (the "Impairment Adjustments").

After detailed examination, the Board of Management has decided not to file an objection against the decision of the BaFin, thus the findings became legally binding. The above mentioned findings have caused the making of a retrospective correction of errors according to IAS 8.42. The corrections are reflected in the consolidated financial statements as at September 30, 2014, in which the comparative figures for the year 2013 are restated and the opening balance sheet for 2013 (January 1, 2013) is corrected to the extent that earlier periods are affected. The cumulative impact of the error corrections on the balance sheet items till December 31, 2013 is a reduction of equity by €43.1 million.

The identified errors were published in the electronic German Federal Gazette (elektronischer Bundesanzeiger) on August 8, 2014.

Adjustments according to IFRS 5

According to IFRS 5, any income and expenses of AS included in the consolidated income statement was reported under discontinued operations for all the periods presented.

Adjustments in accordance with revised IFRS accounting standards

The first-time adoption if IFRS 11 led to the proportionate consolidation of the activities related to the two operating joint companies with the BMW Group.

The following tables provide an overview of the impact of all adjustments:

Overview Consolidated Income Statement SGL Group

€m	Jan 1, – Sept. 30, 2013 (as reported*)	Corrections according to IAS 8: PoC Adjustments	Corrections according to IAS 8: Impairment Adjustments	Reclassifications according to IFRS 5	Effect first-time adoption IFRS 11	Jan 1, – Sept. 30, 2013 (restated)
Sales revenue	**1,139.7**	**–0.2**		**–54.8**	**11.5**	**1,096.2**
Cost of sales	–937.9	7.8	–7.6	69.4	–14.1	–882.4
Gross profit	**201.8**	**7.6**	**–7.6**	**14.6**	**–2.6**	**213.8**
Selling expenses	–120.5			2.6	–0.4	–118.3
Research and development costs	–30.7				–1.2	–31.9
General and administrative expenses	–57.8			4.9	–0.8	–53.7
Other operating income	31.7			0.4		32.1
Other operating expenses	–6.5			–0.1		–6.6
Restructuring expenses	–26.2			0.4		–25.8
Impairment losses	–133.2		81.6	7.6		–44.0
Operating loss/profit	**–141.4**	**7.6**	**74.0**	**30.4**	**–5.0**	**–34.4**
Result from investments accounted for At-Equity	–13.9				5.8	–8.1
Interest income	1.0					1.0
Interest expense	–31.4			–0.2	–0.8	–32.4
Other financing result	–7.0					–7.0
Result from continuing operations before income taxes	**–192.7**	**7.6**	**74.0**	**30.2**	**0.0**	**–80.9**
Income tax expense	–76.3	0.2		1.2		–74.9
Result from continuing operations	**–269.0**	**7.8**	**74.0**	**31.4**	**0.0**	**–155.8**
Result from discontinued operations, net of tax	–8.0		–1.2	–31.4		–40.6
Net result for the period	**–277.0**	**7.8**	**72.8**	**0.0**	**0.0**	**–196.4**
Attributable to:						
Non-controlling interests	0.8					0.8
Consolidated net result (attributable to the shareholders of the parent company)	**–277.8**	**7.8**	**72.8**	**0.0**	**0.0**	**–197.2**

		Corrections according to IAS 8				
	Jan 1, – Sept. 30, 2013 (as reported*)	PoC Adjust-ments	Impair-ment Adjust-ments	Reclassi-fications according to IFRS 5	Effect first-time adoption IFRS 11	**Jan 1, – Sept. 30, 2013 (restated)**
Earnings per share, basic and diluted (in €)	– 3.92	0.11	1.03	0.00	0.00	– 2.78
Earnings per share – continuing operations, basic and diluted (in €)	– 3.81	0.11	1.04	0.45	0.00	– 2.21

* Net of all income and expenses related to the Business Unit Rotor Blades, which was disclosed in the annual report as of December 31, 2013 as discontinued operations in accordance with IFRS 5

Overview Balance Sheet SGL Group

		Corrections according to IAS 8	
ASSETS €m	**Dec. 31, 2013 (as reported)**	PoC Adjustments	Impairment Adjustments
Non-current assets			
Goodwill	50.4		– 6.4
Other intangible assets	26.0	14.9	
Property, plant and equipment	819.5	8.4	9.7
Investments accounted for At-Equity	49.0		
Receivables from long-term construction contracts	0.0		
Other non-currents assets	19.8		
Deferred tax assets	53.6	1.3	
	1,018.3	**24.6**	**3.3**
Current assets			
Inventories	470.7	– 2.1	
Trade receivables	225.4	– 39.1	
Other receivables and other assets	60.6		
Liquidity	227.8		
Time deposits	*0.0*		
Cash and cash equivalents	*227.8*		
	984.5	**– 41.2**	**0.0**
Assets held for sale	**6.4**		
Total assets	**2,009.2**	**– 16.6**	**3.3**

			Corrections according to IAS 8			
Effect first-time adoption IFRS 11	**Dec. 31, 2013 (restated)**	Dec. 31, 2012 (as reported)	PoC Adjustments	Impairment Adjustments	Effect first-time adoption IFRS 11	Opening balance Jan. 1, 2013
	44.0	130.1		– 69.2		60.9
0.1	41.0	29.0	17.8		0.2	47.0
57.8	895.4	931.3	8.8		37.2	977.3
– 14.8	34.2	43.9			– 9.7	34.2
	0.0	19.8	– 19.8			0.0
	19.8	24.9				24.9
	54.9	113.5	0.8			114.3
43.1	**1,089.3**	**1,292.5**	**7.6**	**– 69.2**	**27.7**	**1,258.6**
9.8	478.4	532.1	– 9.5		7.3	529.9
2.7	189.0	318.8	– 30.9		0.5	288.4
0.3	60.9	52.7			0.8	53.5
7.3	235.1	355.9			3.5	359.4
	0.0	*130.0*				*130.0*
7.3	*235.1*	*225.9*			*3.5*	*229.4*
20.1	**963.4**	**1,259.5**	**– 40.4**	**0.0**	**12.1**	**1,231.2**
	6.4	**7.7**				**7.7**
63.2	**2,059.1**	**2,559.7**	**– 32.8**	**– 69.2**	**39.8**	**2,497.5**

		Corrections according to IAS 8	
EQUITY AND LIABILITIES €m	**Dec. 31, 2013 (as reported)**	PoC Adjustments	Impairment Adjustments
Equity			
Issued capital	181.7		
Capital reserves	695.0		
Retained earnings	– 225.9	– 46.4	3.3
Equity attributable to the shareholders of the parent company	**650.8**	**– 46.4**	**3.3**
Non-controlling interests	16.2		
Total equity	**667.0**	**– 46.4**	**3.3**
Non-current liabilities			
Provisons for pensions and similar employee benefits	298.6		
Other provisions	56.2		
Interest-bearing loans	500.9		
Other liabilities	41.1		
	896.8	**0.0**	**0.0**
Current liabilities			
Other provisions	106.0	1.6	
Current portion of interest-bearing loans	139.9		
Trade payables	155.1	28.1	
Other liabilities	44.4	0.1	
	445.4	**29.8**	**0.0**
Liabilities in connection with assets held for sale	**0.0**		
Total equity and liabilities	**2,009.2**	**– 16.6**	**3.3**

			Corrections according to IAS 8			
Effect first-time adoption IFRS 11	**Dec. 31, 2013 (restated)**	Dec. 31, 2012 (as reported)	PoC Adjustments	Impairment Adjustments	Effect first-time adoption IFRS 11	Opening balance Jan. 1, 2013
	181.7	180.8				180.8
	695.0	680.0				680.0
	– 269.0	206.2	– 55.6	– 69.2		81.4
0.0	**607.7**	**1,067.0**	**– 55.6**	**– 69.2**	**0.0**	**942.2**
	16.2	15.3				15.3
0.0	**623.9**	**1,082.3**	**– 55.6**	**– 69.2**	**0.0**	**957.5**
	298.6	329.8				329.8
	56.2	12.0				12.0
47.0	547.9	633.9			34.5	668.4
	41.1	41.8				41.8
47.0	**943.8**	**1,017.5**	**0.0**	**0.0**	**34.5**	**1,052.0**
3.1	110.7	94.3			1.6	95.9
3.7	143.6	142.1				142.1
8.0	191.2	169.6	22.8		2.9	195.3
1.4	45.9	52.8			0.8	53.6
16.2	**491.4**	**458.8**	**22.8**	**0.0**	**5.3**	**486.9**
	0.0	**1.1**				**1.1**
63.2	**2,059.1**	**2,559.7**	**– 32.8**	**– 69.2**	**39.8**	**2,497.5**

Overview Consolidated Cash Flow Statement SGL Group

€m	Jan 1, – Sept. 30, 2013 (as reported*)	Corrections according to IAS 8: PoC Adjustments	Corrections according to IAS 8: Impairment Adjustments	Reclassifications according to IFRS 5	Effect first-time adoption IFRS 11	Jan 1, – Sept. 30, 2013 (restated)
Cash flow from operating activities						
Result from continuing operations before income taxes	–192.7	7.6	74.0	30.2		–80.9
Adjustments to reconcile net profit/loss from continuing operations to net cash provided by operating activities:						
Interest expense (net)	30.4			0.2	0.8	31.4
Depreciation/amortization expense	61.0	6.5		–10.3	1.6	58.8
Impairment losses	133.2		–81.6	–7.6		44.0
Restructuring expenses	26.2			–0.4		25.8
Result from investments accounted for At-Equity	13.9				–5.8	8.1
Amortization of refinancing costs	2.0					2.0
Interest received	1.4					1.4
Interest paid	–18.3					–18.3
Income taxes paid	–17.7					–17.7
Changes in provisions, net	–21.5			–3.2	0.6	–24.1
Changes in working capital						
Inventories	19.6	–5.4		4.3	–2.4	16.1
Trade receivables	19.4	–1.6		3.3	–2.2	18.9
Trade payables	–23.5	4.2		–6.2	2.3	–23.2
Other operating assets/liabilities	32.8	–8.0	7.6	7.4	0.6	40.4

		Corrections according to IAS 8				
€m	**Jan 1, – Sept. 30, 2013 (as reported*)**	PoC Adjustments	Impairment Adjustments	Reclassifications according to IFRS 5	Effect first-time adoption IFRS 11	**Jan 1, – Sept. 30, 2013 (restated)**
Cash flow from operating activities – continuing operations	**66.2**	**3.3**	**0.0**	**17.7**	**–4.5**	**82.7**
Cash flow from operating activities – discontinued operations	–8.8			–17.7		–26.5
Cash flow from operating activities – continuing and discontinued operations	**57.4**	**3.3**	**0.0**	**0.0**	**–4.5**	**56.2**
Cash flow from investing activities						
Payments to purchase intangible assets and property, plant and equipment	–58.0	–3.3		5.0	–14.6	–70.9
Payments for capital contributions concerning investments accounted for At-Equity and payments for other financial assets	–23.3				13.2	–10.1
Other investing activities	8.5					8.5
Cash flow from investing activities – continuing operations	**–72.8**	**–3.3**	**0.0**	**5.0**	**–1.4**	**–72.5**
Change in time deposits	60.0					60.0
Cash flow from investing and cash management activities – continuing operations	**–12.8**	**–3.3**	**0.0**	**5.0**	**–1.4**	**–12.2**
Cash flow from investing and cash management activities – discontinued operations	–0.7			–5.0		–5.7
Cash flow from investing and cash management activities – continuing and discontinued operations	**–13.5**	**–3.3**	**0.0**	**0.0**	**–1.4**	**–18.2**

€m	Jan 1, – Sept. 30, 2013 (as reported*)	Corrections according to IAS 8: PoC Adjustments	Corrections according to IAS 8: Impairment Adjustments	Reclassifications according to IFRS 5	Effect first-time adoption IFRS 11	Jan 1, – Sept. 30, 2013 (restated)
Cash flow from financing activities						
Proceeds from issuance of financial liabilities	1.1				10.6	11.7
Repayment of financial liabilities	–145.5					–145.5
Changes in ownership interests of subsidiaries	–1.5					–1.5
Dividend payments for the prior year	–14.2					–14.2
Payments in connection with refinancing	–0.6					–0.6
Other financing activities	–0.2					–0.2
Cash flow from financing activities – continuing operations	**–160.9**	**0.0**	**0.0**	**0.0**	**10.6**	**–150.3**
Cash flow from financing activities – discontinued operations	0.0					0.0
Cash flow from financing activities – continuing and discontinued operations	**–160.9**	**0.0**	**0.0**	**0.0**	**10.6**	**–150.3**
Effect of foreign exchange rate changes	–1.2					–1.2
Net change in cash and cash equivalents	**–118.2**	**0.0**	**0.0**	**0.0**	**4.7**	**–113.5**
Cash and cash equivalents at beginning of period	225.9				3.5	229.4
Cash and cash equivalents at end of period	**107.7**	**0.0**	**0.0**	**0.0**	**8.2**	**115.9**
Time deposits	70.0					70.0
Total liquidity	**177.7**	**0.0**	**0.0**	**0.0**	**8.2**	**185.9**

* Net of all income and expenses related to the Business Unit Rotor Blades, which was disclosed as discontinued operations in accordance with IFRS 5

Moreover, as a result of the IAS 8 corrections and the effects from first-time adoption of IFRS 11 relating to the financial year 2013, the condensed consolidated changes in equity, the consolidated statement of comprehensive income and the comparative amounts for 2013 in the Notes also had to be restated accordingly. In addition, a correction of condensed consolidated statement of changes in equity at the time of the opening balance sheet as at January 1, 2013 was necessary.

Segment reporting

Beginning 2014, SGL Group revised its organizational structure in order to further strengthen the operational role of the business units by streamlining management structures. Since this date, SGL Group's business has been conducted by five business units (BUs) in addition to the proportionally consolidated joint operations, aggregated into three segments Performance Products (PP), Graphite Specialties (GS) und Carbon Fibers & Materials (CFM) for reporting purposes. The grouping into segments is based on the business model of each business unit. The following business units remain unchanged to prior periods and are as follows: Graphite & Carbon Electrodes (GCE), Cathodes and Furnace Linings (CFL), Graphite Specialties (GS), Process Technology (PT), and Carbon Fibers & Composite Materials (CF/CM). The Business Unit Aerostructures (AS) was classified as discontinued operations as at June 30, 2014. Previously, the business was conducted by three Business Areas Performance Products (PP), Graphite Materials & Systems (GMS) and Carbon Fibers & Composites (CFC), which also were our reporting segments.

The segment PP aggregates the manufacturing of high-quality graphite electrodes and cathodes, which are used in steel and aluminum production. PP remains unchanged to prior periods and comprises the Business Units GCE and CFL.

The segment GMS was split; its business activities with graphite components (Business Unit GS) is reported separately as segment Graphite Specialties (GS).

The business activities with graphite heat exchangers, columns, pumps and systems (Business Unit PT, which was formerly also part of the Business Area GMS) is the remaining operating segment that is not individually reportable and thus disclosed in the reporting segment Corporate and Others (C&O). Cross-BU corporate research costs incurred to develop growth fields are also reported under C&O, as are corporate costs that comprise expenses for steering the SGL Group.

The segment CFC was also split; its Business Unit CF/CM, which comprise all of the materials business based on carbon fibers, and the proportionally consolidated joint operations, are now combined in the segment Carbon Fibers & Materials (CFM). With this, CFM covers the entire, integrated value chain, from raw materials to carbon fibers and composite materials to finished components for the automotive industry.

Impairment test of goodwill, other intangible assets and property, plant and equipment

Due to the significantly reduced sales revenue and EBIT compared to the prior year in our businesses relating to graphite electrodes (Business Unit GCE) and cathodes (Business Unit CFL) within the reporting segment Performance Products, and the resulting review and adjustments to the assumptions regarding the mid-term development of sales and profitability, SGL Group conducted event-driven impairment tests of goodwill, other intangible assets and property, plant and equipment during the second quarter 2014 for the business units mentioned above. The recoverable amount (fair value less cost to sell) of the Business Units GCE and CFL was calculated using discount factors of 8.2% after taxes. In the Business Unit CFL the recoverable amount deviates only insignificantly from the carrying amount. Future changes in the underlying assumptions for the calculation of the recoverable amount, in particular those which relate to development of sales revenue and profitability, may impact the level of the recoverable amount and lead to an adjustment of the carrying amounts of the assets allocated to the Business Unit CFL. No impairment loss was identified by management.

Pension Obligations

As of September 30, 2014, SGL Group adjusted the pension discount rate by 1.00%-point and 0.50%-points in Germany and USA, respectively, as a consequence of reduced interest rate levels. These discount rates are used to calculate the estimated net present value of pension plan obligations. As of September 30, 2014, the discount rate is 2.5% in Germany (Dec 31, 2013: 3.50%) and 4.25% in USA (Dec 31, 2013: 4.75%). The discount rate adjustments result in actuarial losses of €39.4 million and a corresponding positive deferred tax effect of €12.3 million, which have been included in comprehensive income in the nine months 2014.

Other disclosures

Joint Operations

Both proportionally consolidated joint operations (SGL ACF) are operated jointly with BMW Group and produce carbon fibers and carbon fiber fabrics for the automotive industry. SGL Group holds a 51% share in each of these companies and controls them together with BMW.

Financial information on proportionally consolidated companies for the first nine months 2014 (SGL Group share) is as follows:

- Profit and loss statement: Sales revenue €39.7 million, EBIT: minus €8.9 million, result for the period: minus €10.0 million.
- Balance sheet: Non-current assets €117.2 million (property, plant & equipment), current assets €22.4 million (thereof liquidity: €8.7 million), current liabilities €123.9 million (thereof interest-bearing loans €99.0 million), and contingencies €50.0 million.

Joint Ventures

Joint ventures accounted for At-Equity particularly comprise: Brembo SGL Carbon Ceramic Brakes S.p.A, Stezzano, Italy, which is operated together with Brembo and produces and develops carbon ceramic brake discs, and Benteler-SGL GmbH & Co. KG, Paderborn, Germany, operated together with Benteler and develops the use of CFRP components in the automotive industry. SGL Group holds a share of 50% in each of these companies.

The carrying amount of the joint ventures accounted for At-Equity amounted to €34.2 million at the beginning of the year. After consideration of the share of losses of €3.4 million in the current period (thereof €2.7 million disclosed as contribution commitment liability) and capital measures/adjustments without affecting income of €1.7 million, the carrying amount as of September 30, 2014 was €35.2 million. The 100% balance sheet values as of September 30, 2014 for the two major joint ventures Brembo SGL and Benteler SGL was as follows: current assets €84 million, non-current assets €73 million, current liabilities €52 million and non-current liabilities €50 million.

Additional disclosures on financial instruments

The following table assigns the individual balance sheet items for the financial instruments to classes and valuation categories:

€m
Financial assets
Cash and cash equivalents
Time deposits
Trade receivables
Available-for-sale financial assets
Other financial assets
Derivative financial assets
Derivatives without a hedging relationship[1]
Derivatives with a hedging relationship
Financial liabilities
Corporate bond
Convertible bonds
Bank loans, overdrafts and other financial liabilities
Refinancing expenses
Finance lease liabilities
Trade payables
Miscellaneous other financial liabilities
Derivative financial liabilities
Derivatives without a hedging relationship[2]
Derivatives with a hedging relationship
Thereof aggregated by measurement category in accordance with IAS 39
1) Loans and receivables
2) Available-for-sale financial assets
3) Financial assets held for trading
4) Financial liabilities measured at amortized costs
5) Financial liabilities held for trading

[1] Thereof €1.2 million (December 31, 2013: €5.0 million), classified as cash flow hedges prior to the settlement of the hedged item or for hedging of intercompany loans in foreign currency

[2] Thereof €15.5 million (December 31, 2013: €1.1 million), classified as cash flow hedges prior to the settlement of the hedged item or for hedging of intercompany loans in foreign currency

n/a = not applicable

	Measurement category under IAS 39	**Carrying amount as of Sept. 30, 2014**	Amortized costs	Fair value through equity	Fair value through profit and loss	Carrying amount under IAS 17	Carrying amount as of Dec. 31, 2013
	1)	99.2	99.2				235.1
	1)	40.5	40.5				0.0
	1)	174.8	174.8				189.0
	2)	9.0		9.0			15.8
	1)	1.9	1.9				2.2
	3)	1.2			1.2		5.0
	n. a.	0.9		0.9			3.7
	4)	250.0	250.0				250.0
	4)	351.0	351.0				353.8
	4)	143.1	143.1				101.5
	4)	– 11.7	– 11.7				– 13.8
	n. a.	20.5				20.5	20.7
	4)	136.7	136.7				191.2
	4)	18.0	18.0				17.9
	5)	15.5			15.5		1.1
	n. a.	1.7		1.7			
		316.4	316.4				426.3
		9.0		9.0			15.8
		1.2			1.2		5.0
		887.1	887.1				900.6
		15.5			15.5		1.1

The following table shows the breakdown of the assets and liabilities measured at fair value into the three levels of fair value hierarchy in accordance with IFRS 13:

	September 30, 2014			
	Level 1	Level 2	Level 3	**Total**
Available-for-sale financial assets	4.4	4.6	–	9.0
Derivative financial assets	–	2.1	–	2.1
Derivative financial liabilities	–	17.2	–	17.2

	December 31, 2013			
	Level 1	Level 2	Level 3	**Total**
Available-for-sale financial assets	11.0	4.8	–	15.8
Derivative financial assets	–	8.7	–	8.7
Derivative financial liabilities	–	1.1	–	1.1

The fair value of the corporate bond recorded at amortized costs was €254.2 million as of September 30, 2014 (December 31, 2013: €258.8 million). The fair market value of the convertible bonds 2009/2016 and 2012/2018 as of September 30, 2014 was €134.8 million and €226.9 million, respectively (December 31, 2013: €150.7 million and €248.6 million, respectively).

Changes to the scope of consolidation

Effective September 1, 2014, SGL Group acquired additional 24.01% of the shares of SGL Tokai Carbon Ltd., China ("STS") at a purchase price of €0.8 million, which corresponds to the carrying amount of the share of the assets. With this acquisition SGL Group now holds 75.01% of the shares in STS. STS is a trading company for graphite electrodes in China and will be integrated into the business unit CGE. With the consolidation of STS, SGL Group acquired assets of 6.8 million and liabilities of 3.5 million. STS contributed neither sales revenue nor a result to the consolidated income statement of SGL Group for the period from September 1st till September 30, 2014.

Furthermore, the changes in accordance with IFRS 11 mentioned above led to changes to the scope of consolidation as of September 30, 2014, compared to December 31, 2013.

Seasonality of operations

In GCE, our sales revenue fluctuates from quarter to quarter due to factors related to our customers' businesses (production capacity utilization, inventory levels, development of energy costs, etc.). In addition, customers may change their order patterns in response to price changes. For example, customers tend to order additional quantities during the period prior to the effective date of a price increase (and vice versa).

In the Business Units CFL and PT as well as in some businesses in GS, we strongly depend on the investment behavior in our customer industries. Regular maintenance as well as new investments can be postponed. Basically such behavior follows multi-year trends, as such there is no short-term, seasonal demand deducible.

Customer order patterns within the segments GS and CFM primarily follow overall global trends (e.g. for lightweight materials) and depend on the availability in connection with the pricing of such materials. The overall economic environment is usually a first indicator for any developments in the customers' demand.

Other additional information

Issued capital rose to €182.4 million as of September 30, 2014 (December 31, 2013: €181.7 million) and is divided into 71,242,180 no-par value ordinary bearer shares at €2.56 per share. During the first nine months of 2014, a total of 223,473 new shares were issued and granted to employees under the employee bonus plan and under the Matching Share Plan. The exercise of SARs from the Stock Appreciation Rights plan resulted in the creation of 2,514 shares. As of September 30, 2014, SGL Carbon SE held a total of 24,513 of its own shares (treasury shares). On January 15, 2014, a total of 589,987 new SARs were granted from the SAR Plan approved during the 2009 Annual General Meeting with a strike price of €29.17. The fair value per issued SAR to be recognized for the expense from share based payments required to be reported under IFRS amounted to €12.01.

In March 2014, the top three management groups purchased a total of 25,226 shares as part of the Matching Share Plan at a price of €24.08. As of September 30, 2014, there were 3,113,731 SARs, and 93,374 matching shares outstanding. At the beginning of 2014 all remaining grants from the stock option plan lapsed. In March 2014, a total of 166,655 shares on the basis of a capital increase from authorized capital were used to support the employee bonus plan to service the entitlements of the participating employees in Germany, and an additional 53,473 shares were used to service the entitlements of the participants of the Matching Share Plan.

An agreement was concluded in connection with the early termination of the Board membership of Jürgen Muth with effect of June 30, 2014 by mutual agreement. In this context, a provision in an amount of €5.3 million was recorded.

Based on an average number of 71.2 million shares, basic earnings per share amounted to minus €1.29 (9M/2013: minus €2.78).

Changes in the Board of Management

The supervisory board of SGL Carbon SE resolved to terminate Jürgen Muth's appointment as member of the Board of Management and Chief Financial Officer of SGL Carbon SE effective June 30, 2014. The supervisory board appointed Dr. Michael Majerus as his successor effective July 1, 2014.

Subsequent events

Successful capital increase in October 2014

The SGL Group has successfully completed the increase of the issued capital by €51.7 million that was resolved on September 29, 2014 by issuing 20.18 million new shares at the pre-agreed subscription price of €13.25. The capital increase was entered into the commercial register on October 10, 2014. In addition, capital reserves went up by €209.7 million. The proceeds will strengthen the capital structure, improve the leverage ratio and will be used to repay outstanding debt and enhance the financial headroom for the Group's general corporate purposes.

Taking into account the capital increase, the equity ratio as of September 30, 2014 would have increased to 34% and gearing would have improved to 0.47.

Further streamlining of organization to three business units

On November 4, 2014, we announced an additional group wide optimization through further streamlining of the organization. In this context, the current five business units will be reduced to three, starting January 1, 2015.

The two separate Business Units Graphite & Carbon Electrodes (GCE) and Cathodes & Furnace Linings (CFL) will be combined to form one Business Unit Performance Products (PP) and will continue to be reported in the segment under the same name.

The current Business Units Graphite Specialties (GS) and Process Technology (PT) will be merged to create a Business Unit Graphite Materials & Systems (GMS) and reported as such.

As before, the Business Unit Carbon Fibers & Composite Materials will continue to be reported in the segment Carbon Fibers & Materials (CFM) together with the proportionally consolidated joint arrangements with BMW (SGL ACF).

In additional to the three operating reporting segments, the central functions, the research and development activities and our SGL Excellence efforts will be reported in the segment Corporate.

Sales Revenue and Operating Profit (EBIT) by Reporting Segment

	Nine Months		
€m	**2014**	2013	Change
Sales revenue			
Performance Products	428.8	595.9	– 28.0%
Graphite Specialties	265.3	222.4	19.3%
Carbon Fibers & Materials	213.5	183.2	16.5%
Corporate & Others	79.9	94.7	– 15.6%
SGL Group	**987.5**	**1,096.2**	**– 9.9%**

	Nine Months		
€m	**2014**	2013	Change
EBIT before non-recurring charges [1]			
Performance Products	16.2	63.8	– 74.6%
Graphite Specialties	29.1	14.6	> 100%
Carbon Fibers & Materials	– 18.1	– 21.1	14.2%
Corporate & Others	– 24.2	– 21.9	– 10.5%
SGL Group	**3.0**	**35.4**	**– 91.5%**

[1] Non-recurring charges of minus €24.4 million and minus €69.8 million in the first nine months of 2014 and 2013, respectively

Other Information

Quarterly Sales Revenue and Operating Profit (EBIT) by Reporting Segment

	2013					2014			
€m	Q1	Q2	Q3	Q4	Full year	Q1	Q2	Q3	Q1–Q3
Sales revenue									
Performance Products	218.7	201.4	175.8	160.0	755.9	132.6	141.3	154.9	428.8
Graphite Specialties	76.7	75.0	70.7	74.3	296.7	90.5	92.4	82.4	265.3
Carbon Fibers & Materials	55.0	59.1	69.1	68.3	251.5	69.2	73.1	71.2	213.5
Corporate & Others	28.2	33.7	32.8	23.8	118.5	26.6	29.5	23.8	79.9
SGL Group	**378.6**	**369.2**	**348.4**	**326.4**	**1,422.6**	**318.9**	**336.3**	**332.3**	**987.5**

	2013					2014			
€m	Q1	Q2	Q3	Q4	Full year	Q1	Q2	Q3	Q1–Q3
EBIT before non-recurring charges [1]									
Performance Products	32.4	21.7	9.7	5.6	69.4	4.0	2.8	9.4	16.2
Graphite Specialties	2.4	2.8	9.4	1.3	15.9	9.9	12.4	6.8	29.1
Carbon Fibers & Materials	– 8.2	– 6.5	– 6.4	– 6.4	– 27.5	– 6.9	– 5.6	– 5.6	– 18.1
Corporate & Others	– 8.7	– 4.6	– 8.6	– 13.1	– 35.0	– 6.1	– 9.4	– 8.7	– 24.2
SGL Group	**17.9**	**13.4**	**4.1**	**– 12.6**	**22.8**	**0.9**	**0.2**	**1.9**	**3.0**

[1] Non-recurring charges of minus €122.8 million in 2013 and minus €24.4 million in the first nine months of 2014

Quarterly Return on Sales (based on EBIT) by Reporting Segment

	2013					2014			
in %	Q1	Q2	Q3	Q4	Full year	Q1	Q2	Q3	Q1–Q3
ROS									
Performance Products	14.8	10.8	5.5	3.5	9.2	3.0	2.0	6.1	3.8
Graphite Specialties	3.1	3.7	13.3	1.7	5.4	10.9	13.4	8.3	11.0
Carbon Fibers & Materials	– 14.9	– 11.0	– 9.3	– 9.4	– 10.9	– 10.0	– 7.7	– 7.9	– 8.5
Corporate & Others	– 30.9	– 13.6	– 26.2	– 55.0	– 29.5	– 22.9	– 31.9	– 36.6	– 30.3
SGL Group	**4.7**	**3.6**	**1.2**	**– 3.9**	**1.6**	**0.3**	**0.1**	**0.6**	**0.3**

Quarterly Consolidated Income Statement

	2013					2014			
€m	Q1	Q2	Q3	Q4	Full year	Q1	Q2	Q3	Q1–Q3
Sales revenue	**378.6**	**369.2**	**348.4**	**326.4**	**1,422.6**	**318.9**	**336.3**	**332.3**	**987.5**
Cost of sales	– 297.5	– 295.2	– 289.7	– 275.6	– 1,158.0	– 264.0	– 279.9	– 279.0	– 822.9
Gross profit before non-recurring charges	**81.1**	**74.0**	**58.7**	**50.8**	**264.6**	**54.9**	**56.4**	**53.3**	**164.6**
Selling, administrative, R&D and other operating income/expenses	– 63.2	– 60.6	– 54.6	– 63.4	– 241.8	– 54.0	– 56.2	– 51.4	– 161.6
EBIT before non-recurring charges	**17.9**	**13.4**	**4.1**	**– 12.6**	**22.8**	**0.9**	**0.2**	**1.9**	**3.0**
Restructuring expenses/ Others	–	–	– 25.8	– 58.0	– 83.8	– 2.3	– 17.4	– 4.7	– 24.4
Impairment losses	–	– 37.2	– 6.8	5.0	– 39.0	–	–	–	–
EBIT	**17.9**	**– 23.8**	**– 28.5**	**– 65.6**	**– 100.0**	**– 1.4**	**– 17.2**	**– 2.8**	**– 21.4**
Result from investments accounted for At-Equity	– 3.2	– 3.4	– 1.5	– 0.9	– 9.0	– 1.1	– 2.1	– 0.2	– 3.4
Net financing result	– 13.3	– 13.2	– 11.9	– 13.7	– 52.1	– 12.9	– 4.6	– 14.4	– 31.9
Result from continuing operations before income taxes	**1.4**	**– 40.4**	**– 41.9**	**– 80.2**	**– 161.1**	**– 15.4**	**– 23.9**	**– 17.4**	**– 56.7**
Income tax expense	– 4.4	– 73.5	3.0	– 16.4	– 91.3	– 3.6	– 5.7	0.4	– 8.9
Result from continuing operations	**– 3.0**	**– 113.9**	**– 38.9**	**– 96.6**	**– 252.4**	**– 19.0**	**– 29.6**	**– 17.0**	**– 65.6**
Result from discontinued operations, net of tax	– 9.1	– 24.3	– 7.2	– 19.7	– 60.3	– 4.9	– 7.9	– 12.1	– 24.9
Result for the period	**– 12.1**	**– 138.2**	**– 46.1**	**– 116.3**	**– 312.7**	**– 23.9**	**– 37.5**	**– 29.1**	**– 90.5**
attributable to:									
Non-controlling interests	0.4	– 0.6	1.0	3.5	4.3	0.5	0.2	0.3	1.0
Consolidated net result (attributable to shareholders of the parent company)	**– 12.5**	**– 137.6**	**– 47.1**	**– 119.8**	**– 317.0**	**– 24.4**	**– 37.7**	**– 29.4**	**– 91.5**

Responsibility statement

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim Group Management Report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group for the remaining months of the financial year.

Wiesbaden, November 6, 2014

SGL Carbon SE
The Board of Management

Financial calendar

March 18, 2015

- Publication of the 2014 Annual Report, annual press conference, analyst conference, conference call for analysts and investors

April 29, 2015

- Report on the first quarter 2015, conference call for analysts and investors

April 30, 2015

- Annual General Meeting

August 6, 2015

- Interim report on the first half year 2015, conference call for analysts and investors

November 5, 2015

- Interim report on the first nine months 2015, conference call for analysts and investors

Important note

This interim report contains forward-looking statements based on the information currently available to us and on our current projections and assumptions. By nature, forward-looking statements are associated with known and unknown risks and uncertainties, as a consequence of which actual developments and results can deviate significantly from the assessment published in our interim report. Forward-looking statements are not to be understood as guarantees. Rather, future developments and results depend on a number of factors; they entail various risks and unanticipated circumstances and are based on assumptions which may prove to be inaccurate. These risks and uncertainties include, for example, unforeseeable changes in political, economic, legal, and business conditions, particularly relating to our main customer industries, such as electric steel production, to the competitive environment, to interest rate and exchange rate fluctuations, to technological developments, and to other risks and unanticipated circumstances. Other risks that in our opinion may arise include price developments, unexpected developments associated with acquisitions and subsidiaries, and unforeseen risks associated with ongoing cost savings programs. SGL Group assumes no responsibility in this regard and does not intend to adjust or otherwise update these forwardlooking statements.

Investor Relations contact

SGL CARBON SE
Head Office | Investor Relations
Söhnleinstrasse 8
65201 Wiesbaden/Germany
Phone: +49 611 6029-103
Fax: +49 611 6029-101
E-Mail: Investor-Relations@sglgroup.com
www.sglgroup.com

SGL GROUP
THE CARBON COMPANY