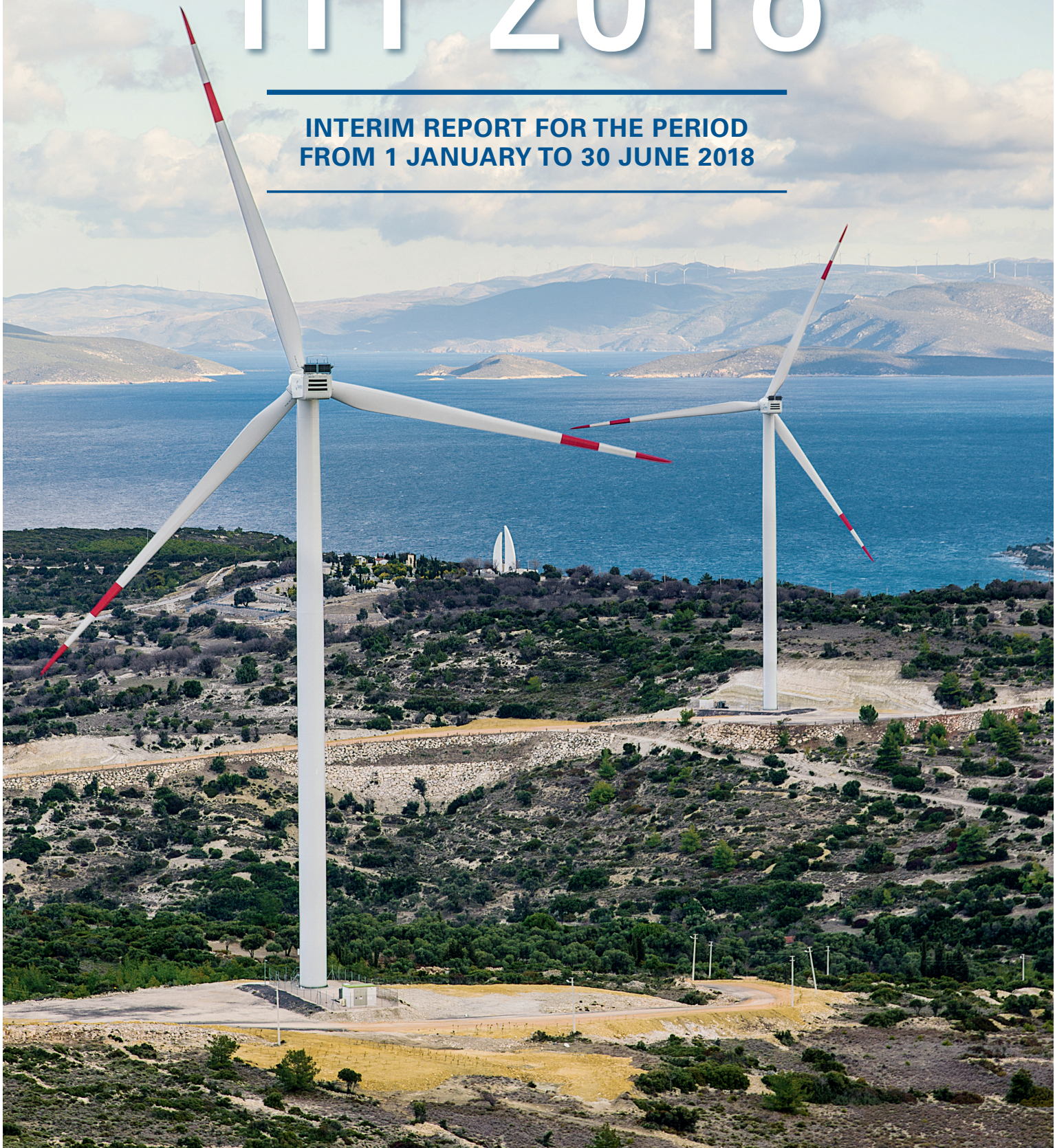




H1 2018

**INTERIM REPORT FOR THE PERIOD
FROM 1 JANUARY TO 30 JUNE 2018**



KEY FIGURES AT A GLANCE

Key figures Nordex

		01.01. – 30.06.2018	01.01. – 30.06.2017	Change
Earnings				
Sales	EUR million	957.1	1,501.1	-36.2%
Gross revenue	EUR million	1,090.0	1,525.7	-28.6%
EBITDA	EUR million	38.4	117.5	-67.3%
EBIT	EUR million	-35.8	49.4	n/a
Free cash flow	EUR million	-101.7	-235.7	n/a
Capital expenditure	EUR million	41.7	70.1	-40.5%
Consolidated net profit for the year	EUR million	-40.3	22.6	n/a
Earnings per share ¹	EUR	-0.42	0.23	n/a
EBITDA margin	%	4.0	7.8	-3.8 pp
Working capital ratio	%	5.8	9.8	-4.0 pp
Statement of financial position as of 30.06.2018 and 31.12.2017				
Total assets	EUR million	3,223.1	2,807.6	14.8%
Equity	EUR million	746.0	919.0	-18.8%
Equity ratio	%	23.1	32.7	-9.6 pp
Employees				
Employees as at 30.06.		5,261	5,255	1.1%
Staff costs	EUR million	159.9	165.9	-3.6%
Staff cost ratio	%	16.7	11.1	5.6 pp
Company-specific performance indicators				
Order intake Projects segment	EUR million	1,613.9	904.6	78.4%
Installed capacity	MW	934.4	1,128.6	-17.2%

¹ Earnings per share = basic, based on average weighted shares for 2018: 96,982 million shares (2017: 96,982 million shares)

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LETTER TO THE SHAREHOLDERS



JOSÉ LUIS BLANCO
Chief Executive
Officer

*Dear Shareholders
and Business Partners,*

Our sector is becoming increasingly established as a market with a promising outlook and long-term growth prospects. Wind energy is holding its ground as the most cost-effective source of power in many markets and will become increasingly efficient thanks to our continuous efforts. Despite this, the aftereffects of the shift in our industry are still being felt in the form of fierce competition with pressure on prices – even though this systemic change to auctions is now complete in most markets. Against this backdrop, market volumes have been recovering in line with expectations.

As a result, Nordex posted over two gigawatts of incoming orders in the first half of 2018, helped by the global positioning of our company. While the order situation in the wind energy sector in our home market of Germany continued to stagnate, Nordex secured the Company's largest-ever individual order of 595 megawatts in Brazil and received an order for over 147 megawatts in South Africa. There were also new orders from Mexico, the USA, France, Sweden and Turkey, to name just a few.

Nevertheless, our sales, earnings and turbine production remained below the previous year's levels in the first half of 2018 – as set out in our forecasts. We are still expecting a stronger second half of the year in 2018.

We are also working hard to make Nordex fit for the future. The further development of the Company and our cost savings are proceeding as planned. Moreover we have received the first order intake of our Delta4000 platform by the end of June. The prototype works as planned and we see nice volumes of this highly efficient wind turbine in recent and new permits in Germany. Designed to be extremely flexible with maximum profitability, this product range sustainably reduces the cost of energy, thus increasing the likelihood of success in tendering processes.

In summary, while we expect 2018 and 2019 to remain challenging, we are well prepared to face those challenges. Thank you for your confidence in our work.

Yours sincerely,



José Luis Blanco
Chief Executive Officer

Hamburg, August 2018

NORDEX SHARES

Nordex SE's stock price largely stabilized in the first two quarters of 2018 despite uncertainty generated by global trade restrictions and political unrest. On the last trading day of the first half of the year (29 June 2018), Nordex stock closed at EUR 8.70 in XETRA trading, just shy of the year-end 2017 price (29 December 2017: EUR 8.87). This resulted in a market capitalization of EUR 843.7 million at the end of the first six months.

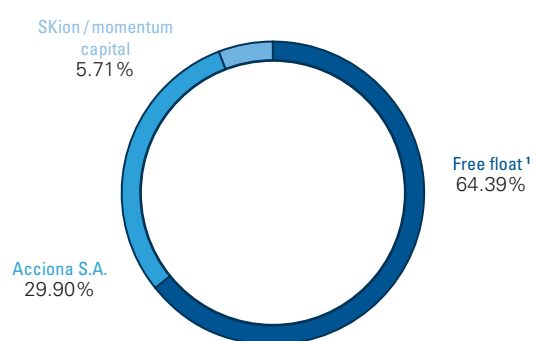
The global stock index RENIXX for renewable energy companies, on which Nordex is listed, slipped 3.6% to 446 points in the first half of 2018 (29 December 2017: 463 points). The TecDAX, Germany's technology index, which is the most important benchmark for Nordex shares, gained 6.4%, reaching 2,691 points at the end of the first six months of 2018 (29 December 2017: 2,529 points).

The shareholder structure comprises the strategic anchor shareholder Acciona S.A., which continues to hold an interest of 29.9%, and the SKion/momentum investor group with an unchanged share of 5.71%. Of the remaining shares, no investor holds a share above the reporting threshold of 3%.

Currently, Nordex is covered by 16 analysts, mostly from international research firms. They regularly report on Nordex and make recommendations regarding Nordex stock. As of the end of June four of the analysts were in favor of buying Nordex stock, five believed investors should hold the stock, and seven issued a sell recommendation.

Shareholder structure

as at 30 June 2018



¹ Free float as defined by Deutsche Börse

Nordex shares key data

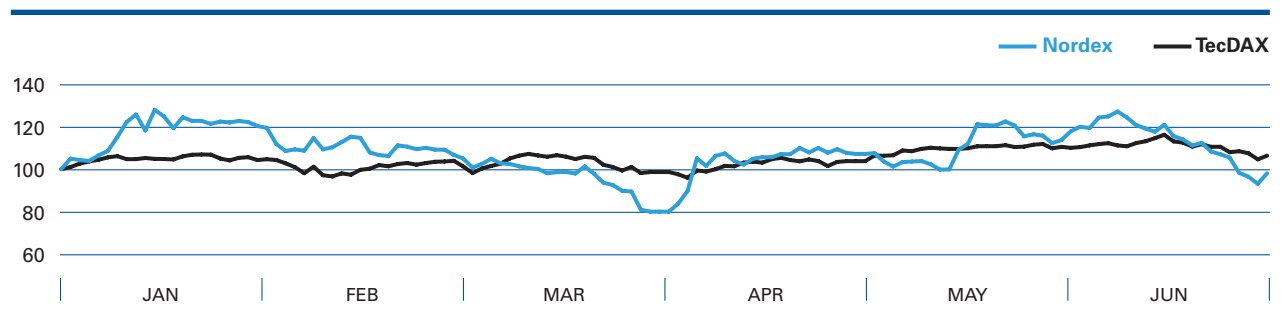
Class of shares	No-par-value ordinary bearer shares
Market segment	Prime Standard/Regulated Market
Trading venue	Frankfurt Stock Exchange
Indices	TecDAX, ÖkoDAX, HASPAX, RENIXX
ISIN	DE000A0D6554
WKN (German securities identification number)	A0D655
Ticker symbol	NDX1

Nordex shares key figures

		H1 2018
Total number of shares as at 30 Jun.	Units	96,982,447
Share capital as at 30 Jun.	EUR	96,982,447.00
Opening price for the period	EUR	9.32
Closing price for the period	EUR	8.70
High	EUR	11.39
Low	EUR	7.07
Market capitalization as at 30 Jun.	EUR million	843.7
Earnings per share	EUR	-0.42

Xetra-Schlusskurse, Quelle: Bloomberg

Nordex share price performance, 2018 (indexed, 29.12.2017 = 100)



GROUP INTERIM MANAGEMENT REPORT

FOR THE PERIOD ENDED 30 JUNE 2018

SECTOR ENVIRONMENT

The competitive landscape in the wind industry has not changed considerably since the end of 2017. Most wind energy production capacity is allocated using auction systems or tenders, with the transition from feed-in tariffs to auction systems having been more or less completed in the majority of markets. This market situation creates intense competition along with the corresponding pressure on tariffs paid to power plant operators and on the price of wind turbines. In the first six months of 2018, as had been generally expected, the tendered volume increased again compared with the previous year. Overall, the information on the sector-specific environment presented in the 2017 Annual Report continues to be valid for the most part.

In Germany, new capacity of wind turbines installed onshore decreased in the first half of 2018 in line with expectations. According to VDMA Power Systems and the German Wind Energy Association (BWE), turbines with gross capacity of 1,626 MW were installed. This represents a year-on-year decline in gross new capacity installed of 29% compared with the prior-year figure of 2,281 MW. For the year as a whole, the industry associations are forecasting an increase in onshore installed capacity of 3.3 to 3.5 GW, which contrasts with an average increase of around 4.6 GW between 2014

and 2017. The market slump can be attributed to the design of the tendering system. According to figures published by WindEurope, a total of 3,333 MW of new onshore wind energy capacity was installed in Europe in the first six months of 2018, down from 6.1 GW in the prior-year period. Alongside Germany, new capacity installations were concentrated in France, Denmark and Turkey. For the year as a whole, WindEurope anticipates new onshore installed capacity of 10.2 GW.

BUSINESS PERFORMANCE

In the first half of the 2018 financial year, the Nordex Group's business performance met internal expectations, leading the Company to believe that it is well on track to achieve its full-year targets in line with forecasts. Accordingly, sales and earnings for the first six months of 2018 were down significantly year-on-year. The installations planned for the second half will have a positive effect on sales performance up until the end of the year. The EBITDA margin for the first half of 2018 reached the target range for the year as a whole. The Nordex Group's order intake in the second quarter matched that for the successful first quarter, due in particular to large-scale projects in Latin America, bringing new business in the first half of the year to around 2.1 GW.

SEGMENT PERFORMANCE

Segment performance key data

EUR million	Projects		Service		Group	
	H1 2018	H1 2017	H1 2018	H1 2017	H1 2018	H1 2017
Order intake	1,613.9	904.6	217.0	98.1 ¹	1,830.9	1,002.7
Order book	3,187.1	1,742.4	2,044.8	1,864.0	5,231.9	3,606.4
Sales	797.1	1,356.5	161.8	150.2	957.1 ²	1,501.1 ²
EBIT	54.9	152.7	28.3	18.8	-35.8 ³	49.4 ³

¹ Excluding renewals of existing contracts

² After unallocated sales and intrasegment consolidation

³ After unallocated income and expenses and intrasegment consolidation

Segment reporting has already been adjusted in the financial statements for the first quarter of 2018 in order to improve its informative value and enhance comparability with peers in the industry. Sales, income and expenses that cannot be clearly allocated to the "Projects" or "Service" segments are reported separately as "Not allocated." The complete segment reporting can be found in the notes to the financial statements starting on page 26. The prior-year figures were adjusted to reflect the new presentation.

Sales from 1 January to 30 June 2018 were determined in accordance with the IFRS 15 financial reporting standard, which has been effective since 1 January 2018, whereas sales for the prior-year period (1 January to 30 June 2017) were determined in accordance with IAS 11. Additional information is available in note (21) to the financial statements and in the 2017 Annual Report.

NEW ORDERS

In the first six months of 2018, the Nordex Group landed new confirmed orders valued at EUR 1,613.9 million (H1 2017: EUR 904.6 million) in the Projects segment. The nominal output of the turbines commissioned was 2,097.3 MW (H1 2017: 933.0 MW). Latin America accounted for the lion's share of the orders from a total of 14 countries at 52%, followed by Europe (36%), the "Rest of the world" region (7%) and North America (5%). The largest individual markets were Brazil, France and South Africa. In the second quarter of 2018, the Nordex Group secured the largest-ever individual order in the history of the Company with the "Lagoa dos Ventos" project in Brazil for the customer Enel Green Power. Starting in fall 2019, a total of 191 wind turbines with aggregate output of around 595 MW will be delivered for the planned wind farm. Other key markets in the first six months of 2018 were Sweden, Turkey, Spain and the United States. As expected, the domestic market of Germany supplied only a comparatively low order volume due to the current market situation. Nevertheless, it was here that Nordex received its first order for the new Delta4000 turbine platform.

At the end of June 2018, the Nordex Group had a confirmed order book in the Projects segment of EUR 3,187.1 million, compared with EUR 1,742.4 million as at 30 June 2017. Alongside the high order intake level amid comparatively low sales in the first six months of 2018, the first-time application of the new IFRS 15 accounting standard significantly affected these figures. Europe accounted for 41% of the order book, Latin America for 34% and North America for 16%. The "Rest of the world" reporting segment, which principally comprises orders in South Africa, accounted for 9%.

The book-to-bill ratio (ratio of order intake to sales recognized in the Projects segment) stood at 2.02 for the first half of 2018 (H1 2017: 0.67). This figure is an indicator of future growth.

In the first six months of 2018, the Nordex Group received new orders in the Service segment totaling EUR 217.0 million (H1 2017: EUR 98.1 million; in the previous year: exclusively extensions of existing contracts). The order book in the Service segment amounted to EUR 2,044.8 million as at 30 June 2018 (30 June 2017: EUR 1,864.0 million). At the reporting date, the Service segment serviced 6,945 wind turbines worldwide with total installed capacity of 16.7 GW (30 June 2017: 14.2 GW).

PRODUCTION AND INSTALLATION

Production output

Production	Turbines (MW)		Rotor blades (units)	
	H1 2018	H1 2017	H1 2018	H1 2017
Germany	554.3	881.1	96	210
Spain	517.2	606.9	348	216
Brazil	51.0	45.0	—	—
India	18.0	3.0	—	—
Total	1,140.5	1,536.0	444	426

The Nordex Group produced 368 turbines (H1 2017: 535 turbines) with a nominal output totaling 1,140.5 MW (H1 2017: 1,536.0 MW) in the first six months of 2018. Of these, 177 were Gamma and Delta turbines manufactured in Germany. The plants in Spain, Brazil and India assembled 191 AW3000 turbines. The Nordex Group's rotor blade plants in Germany and Spain together manufactured 444 rotor blades in the reporting period.

(H1 2017: 426 rotor blades). The slight increase year-on-year is attributable to a considerable rise in production in Spain. Rotor blade production in Germany was impacted by a decrease in the production of Gamma and Delta turbines and the shift to manufacturing the new type NR74.5 rotor blades for the N149/4.0-4.5 turbine on the Delta4000 platform.

Installations

	Installed capacity (MW)	
	H1 2018	H1 2017
Europe	466.2	681.6
North America	24.0	204.0
Latin America	305.6	141.0
Rest of world	138.6	102.0
Total	934.4	1,128.6

In the first half of 2018, the Nordex Group installed a total of 303 turbines with a nominal output totaling 934.4 MW in 13 countries (H1 2017: 1,128.6 MW). Around half (51%) of the newly installed turbines are in Europe. Other areas of focus are Latin America with approximately one-third (32%) and Australia ("Rest of the world" reporting region: 15%). In addition, turbines were installed in the United States in the second quarter for the first time in the current financial year (North America: 2%). Activities here will increase significantly in the second half of the year.

RESULTS OF OPERATIONS, FINANCIAL POSITION AND NET ASSETS

Selected key figures

Key figure	01.01.– 30.06.2018	01.01.– 30.06.2017	Change
Sales (in EUR million)	957.1	1,501.1	-36.2%
EBITDA margin (in %)	4.0	7.8	-3.8 pp
EBIT margin ¹ (in %)	-0.6	4.9	-5.5 pp
Investments/CAPEX (in EUR million)	41.7	70.1	-40.5%
Financial result (in EUR million)	-18.2	-14.5	n/a
Consolidated profit/loss (in EUR million)	-40.3	22.6	n/a
Earnings per share ² (in EUR)	-0.42	0.23	n/a
Working capital ratio (in %, as of 30 June)	5.8	9.8	-4.0 pp
Free cash flow (in EUR million)	-101.7	-235.7	n/a
Equity ratio (in %, as of 30 June)	23.1	33.3	-10.2 pp

¹ excluding impairment losses from purchase price allocation (PPA) for Acciona Windpower

² based on a weighted average of 96.982 million shares (previous year: 96.982 million shares)

The Nordex Group's sales in the first six months of 2018 amounted to EUR 957.1 million, down 36.2% from the prior-year period (H1 2017: EUR 1,501.1 million). Sales performance met internal expectations for the first half of the year. The decline mainly reflected lower levels of activity as a consequence of the comparatively low order intake in 2017. The effect of the new IFRS 15 accounting standard on revenue recognition is also evident here. Under IAS 11, the standard that was still applicable for 2017, sales would have been higher (see "Notes to the Income Statement").

In the first half of 2018, the Projects segment generated sales of EUR 797.1 million (H1 2017: EUR 1,356.5 million), a decline of 41.2% from the prior-year period. In the first six months of 2018, the Service segment lifted sales by 7.7% to EUR 161.8 million (H1 2017: EUR 150.2 million). This brought the service business's contribution to consolidated sales in the first six months of 2018 to around 17%.

Gross profit (gross revenue less cost of materials) decreased by 25.8% to EUR 307.2 million in the first six months of 2018 (H1 2017: EUR 414.2 million). Structural costs (staff costs and net other operating income/expenses) fell by 9.4% from the prior-year period to EUR 268.8 million (H1 2017: EUR 296.7 million).

Earnings before interest, taxes, depreciation and amortization (EBITDA) therefore declined by 67.3% in the first half of 2018 to EUR 38.4 million (H1 2017: EUR 117.5 million). The EBITDA margin fell to 4.0% compared with 7.8% in the first half of 2017. Depreciation, amortization and impairment losses totaled EUR 74.2 million in the reporting period (H1 2017: EUR 68.1 million). Of this total, EUR 30.0 million (H1 2017: EUR 24.4 million) can be traced back to impairment losses arising from the purchase price allocation (PPA) in connection with the acquisition of Acciona Windpower. Before interest and taxes, Nordex generated EBIT of EUR -35.8 million in the six-month reporting period (H1 2017: EUR 49.4 million), representing an EBIT margin of -3.7% (H1 2017: 3.3%). Adjusted for the PPA impairment losses, the EBIT margin dropped to -0.6% in the quarter under review (H1 2017: 4.9%).

In the Projects segment, the Nordex Group's earnings before interest and taxes (EBIT) decreased to EUR 54.9 million in the first half of 2018 (H1 2017: EUR 152.7 million), with an EBIT margin of 6.9% (H1 2017: 11.3%). EBIT in the Service segment increased at the same time from EUR 18.8 million in the prior-year period to EUR 28.3 million, with a margin of 17.5% (H1 2017: 12.5%).

The financial result in the reporting period stood at EUR -18.2 million (H1 2017: EUR -14.5 million) and reflects the refinancing at the beginning of the current financial year. With a positive net tax figure of EUR 13.8 million, the Nordex Group generated a consolidated loss of EUR 40.3 million in the first half of 2018 in contrast to a consolidated profit of EUR 22.6 million in the prior-year period. Earnings per share (EPS) therefore amounted to EUR -0.42 in the reporting period (H1 2017: EUR 0.23).

The working capital ratio increased slightly during the year to 5.8% as at 30 June 2018, but was substantially lower than the figure at the end of the first half of 2017 (30 June 2017: 9.8%). In the first six months of 2018, operating cash flow was EUR -92.8 million (H1 2017: EUR -160.0 million), while cash flow from investing activities totaled EUR -9.0 million (H1 2017: EUR -75.7 million). Free cash flow in the reporting period improved to EUR -101.7 million as against EUR -235.7 million in H1 2017.

As at 30 June 2018, the Nordex Group had cash and cash equivalents of EUR 484.2 million (31 December 2017: EUR 623.2 million). Net debt as at 30 June 2018 amounted to EUR 174.0 million (31 December 2017: EUR 60.1 million).

In the first six months of 2018, total assets increased considerably by 14.8% compared with the end of 2017 to EUR 3,223.1 million (31 December 2017: EUR 2,807.6 million). This was mainly due to the effects of the first-time application of the IFRS 15 financial reporting standard, which led to an increase in inventories and other current non-financial liabilities.

The effects of the first-time application of IFRS 15 and the consolidated loss caused equity to decline to EUR 746.0 million as at 30 June 2018 (31 December 2017: EUR 919.0 million). The equity ratio was down to 23.1% as of 30 June 2018 on account of the increase in total assets and reduction in equity after amounting to 32.7% as of 31 December 2017.

The Group reduced capital expenditure (CAPEX) by 40.5% from the prior-year period to EUR 41.7 million (H1 2017: EUR 70.1 million). Investments in property, plant and equipment totaled EUR 22.2 million and additions to intangible assets amounted to EUR 19.5 million, including EUR 17.8 million in capitalized R&D expenses. In addition to product development, capital expenditure was concentrated on the manufacturing plants in Spain, India and Germany.

EMPLOYEES

As of the 30 June 2018 reporting date, the Nordex Group had a total of 5,261 employees (30 June 2017: 5,255 employees). Whereas the Service segment and production in Brazil added employees, the workforce was recently reduced, particularly at the Hamburg and Rostock sites, as part of the “45-by-18” cost-cutting program. Some of the affected employees are still included in the employee statistics as staff on garden leave.

OPPORTUNITIES AND RISKS

In the first six months of 2018, no opportunities or risks affecting the business performance of the Nordex Group in the 2018 financial year arose that deviated materially from the opportunities and risks presented in the 2017 Annual Report.

OUTLOOK

The Nordex Group confirms its guidance for financial year 2018. The figures for the first six months are in line with the Group’s internal planning. For the second half of the year, sales are anticipated to increase, reflecting rising installation numbers. In accordance with the outlook for the current financial year published at the end of March 2018, Nordex projects sales of between EUR 2.4 billion and EUR 2.6 billion, with an EBITDA margin between 4% and 5%. The Group aims for a working capital ratio of under 5% as of the end of 2018. Capital expenditure totaling EUR 110 million is planned.

Nordex Group: Key figures of the 2018 Group guidance

	2017 actual	Q1 2018 interim financial report	Q2 2018 interim financial report
Sales	EUR 3,077.8 million	EUR 2.4 – 2.6 billion	EUR 2.4 – 2.6 billion
EBITDA margin	7.9%	4 – 5%	4 – 5%
Working capital ratio	5.3%	<5 %	<5 %
Capital expenditure (CAPEX)	EUR 144.3 million	approx. EUR 110 million	approx. EUR 110 million

EVENTS AFTER THE END OF THE REPORTING PERIOD

No significant events after the end of the reporting period are known to the Group. The present half-yearly report for the period ended 30 June 2018 (Group interim management report and condensed interim consolidated financial statements) were neither audited nor reviewed by an auditor.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS OF 30 JUNE 2018

Assets

EUR thousand	Note	30.06.2018 ¹	31.12.2017
Cash and cash equivalents	1	484,187	623,179
Trade receivables and future receivables from construction contracts	2	316,670	593,260
Inventories	3	970,678	195,578
Income tax receivables		14,142	8,517
Other current financial assets		14,646	14,674
Other current non-financial assets	4	101,987	107,872
Current assets		1,902,310	1,543,080
Non-current assets held for sale	5	33,494	0
Property, plant and equipment	6	242,469	283,367
Goodwill	7	547,758	547,758
Capitalized R & D expenses	8	212,825	220,042
Other intangible assets	9	51,030	72,205
Financial assets		4,669	4,799
Investments in associates		1,686	5,165
Other non-current financial assets		16,100	17,149
Other non-current non-financial assets	10	43,956	13,166
Deferred tax assets	11	166,782	100,858
Non-current assets		1,287,275	1,264,509
Assets		3,223,079	2,807,589

¹ Some of the opening balance sheet figures as of 1 January 2018 differ from the closing balance sheet figures as of 31 December 2017 as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

Equity and liabilities

EUR thousand	Note	30.06.2018 ¹	31.12.2017
Current liabilities to banks	12	41,936	68,667
Trade payables	13	526,428	446,567
Income tax payables		22,809	28,556
Other current provisions	14	151,289	151,350
Other current financial liabilities	15	72,485	49,827
Other current non-financial liabilities	16	765,247	359,131
Current liabilities		1,580,194	1,104,098
Liabilities associated with non-current assets held for sale	5	30,423	0
Non-current liabilities to banks	12	342,620	614,638
Pensions and similar obligations		2,058	2,035
Other non-current provisions	14	56,096	55,540
Other non-current financial liabilities	17	268,986	2,597
Other non-current non-financial liabilities	18	112,890	11,163
Deferred tax liabilities	11	83,860	98,528
Non-current liabilities		866,510	784,501
Subscribed capital		96,982	96,982
Capital reserves		597,626	597,626
Other retained earnings		37,501	37,501
Cash flow hedges		-3,261	991
Foreign currency adjustment item		-16,663	-10,482
Consolidated net profit carried forward		74,019	196,372
Consolidated net profit		-40,252	0
Share in equity attributable to parent company's shareholders		745,952	918,990
Equity	19	745,952	918,990
Equity and liabilities		3,223,079	2,807,589

¹ Some of the opening balance sheet figures as of 1 January 2018 differ from the closing balance sheet figures as of 31 December 2017 as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

CONSOLIDATED INCOME STATEMENT

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2018

Consolidated income statement

EUR thousand	Note	01.01.2018 – 30.06.2018	01.01.2017 – 30.06.2017	01.04.2018 – 30.06.2018	01.04.2017 – 30.06.2017
Sales	21	957,138	1,501,133	469,259	852,730
Changes in inventories and other own work capitalized	22	132,896	24,572	236,489	9,350
Gross revenue		1,090,034	1,525,705	705,748	862,080
Other operating income	23	4,375	3,252	2,863	2,223
Cost of materials	24	-782,882	-1,111,468	-540,311	-640,058
Staff costs	25	-159,879	-165,880	-80,323	-84,092
Depreciation/amortization	26	-74,215	-68,121	-37,729	-34,030
Other operating expenses	23	-113,259	-134,120	-69,621	-73,882
Earnings before interest and taxes		-35,826	49,368	-19,373	32,241
Profit/loss from equity-accounting method		-463	-514	-243	-285
Impairment of financial assets and securities classified as current assets		-304	0	-159	8
Other interest and similar income		2,786	2,500	1,713	1,238
Interest and similar expenses		-20,214	-16,529	-8,946	-9,241
Financial result	27	-18,195	-14,543	-7,635	-8,280
Net profit / loss from ordinary activities		-54,021	34,825	-27,008	23,961
Income tax	28	13,769	-12,203	6,130	-8,406
Consolidated net profit		-40,252	22,622	-20,878	15,555
Of which attributable to					
shareholders of the parent		-40,252	22,622	-20,878	15,555
Earnings per share (in EUR)	29				
Basic ¹		-0.42	0.23	-0.22	0.16
Diluted ²		-0.42	0.23	-0.22	0.16

¹ Based on a weighted average of 96.982 million shares (previous year: 96.982 million shares)

² Based on a weighted average of 96.982 million shares (previous year: 96.982 million shares)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2018

Consolidated statement of comprehensive income

EUR thousand	01.01.2018 – 30.06.2018	01.01.2017 – 30.06.2017
Consolidated net profit	-40,252	22,622
Other comprehensive income		
Items that may be reclassified to profit or loss		
Foreign currency translation difference	-6,171	-9,965
Cash flow hedges	-6,253	7,310
Deferred taxes	2,001	-2,348
Consolidated comprehensive income	-50,675	17,619
Of which attributable to		
Shareholders of the parent	-50,675	17,619

CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2018

Consolidated cash flow statement

EUR thousand	01.01.2018 – 30.06.2018	01.01.2017 – 30.06.2017
Operating activities		
Consolidated net profit	-40,252	22,622
+ Depreciation/amortization of non-current assets	74,519	68,121
= Consolidated net profit plus depreciation / amortization	34,267	90,743
- Increase in inventories	-191,623	-100,512
+ Decrease in trade receivables and future receivables from construction contracts	4,790	4,313
+ Increase in trade payables	60,429	121,483
+/- Increase/decrease in prepayments received	51,779	-213,938
= Payments made from changes in working capital	-74,625	-188,654
-/+ Increase/decrease in other assets not attributed to investing or financing activities	-18,902	15,107
+ Increase in pensions and similar obligations	23	40
+/- Increase/decrease in other provisions	501	-4,251
- Decrease in other liabilities not attributed to investing or financing activities	-33,138	-87,391
+ Loss from the disposal of non-current assets	892	139
- Other interest and similar income	-2,786	-2,500
+ Interest received	1,940	682
+ Interest and similar expenses	20,214	16,529
- Interest paid	-15,592	-17,076
-/+ Income tax	-13,769	12,203
- Taxes paid	-1,815	-2,453
+ Other non-cash expenses/income	10,027	6,838
= Payments made / received from other operating activities	-52,405	-62,133
= Cash flow from operating activities	-92,763	-160,044

Investing activities				
+	Payments received from the disposal of property, plant and equipment/intangible assets	31,673	2	
-	Payments made for investments in property, plant and equipment/intangible assets	-41,676	-73,884	
+	Payments received from the disposal of long-term financial assets	1,138	858	
-	Payments made for investments in long-term financial assets	-121	-2,661	
=	Cash flow from investing activities	-8,986	-75,685	
Financing activities				
+	Bank loans received	0	37,096	
-	Bank loans repaid	-292,704	-6,250	
+	Payments received from the issue of bonds	265,488	0	
=	Cash flow from financing activities	-27,216	30,846	
Net change in cash and cash equivalents			-128,965	-204,883
+	Cash and cash equivalents at the beginning of the period	623,179	649,464	
-	Exchange rate-induced change in cash and cash equivalents	-10,027	-6,837	
=	Cash and cash equivalents at the end of the period (Cash and cash equivalents as shown in the consolidated statement of financial position)	484,187	437,744	

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2018

Consolidated statement of changes in equity
01.01. – 30.06.2018

EUR thousand	Subscribed capital	Capital reserves	Other retained earnings
01.01.2018¹	96,982	597,626	37,501
Consolidated comprehensive income	0	0	0
Consolidated net loss	0	0	0
Other comprehensive income			
Items that may be reclassified to profit or loss			
Foreign currency translation difference	0	0	0
Cash flow hedges	0	0	0
Deferred taxes	0	0	0
30.06.2018	96,982	597,626	37,501

¹ Some of the opening balance sheet figures as of 1 January 2018 differ from the closing balance sheet figures as of 31 December 2017 as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

	Cash flow hedges	Foreign currency adjustment item	Consolidated net profit carried forward	Consolidated net profit	Share in equity attributable to shareholders of the parent	Total
	991	-10,492	74,019	0	796,627	796,627
	-4,252	-6,171	0	-40,252	-50,675	-50,675
	0	0	0	-40,252	-40,252	-40,252
	0	-6,171	0	0	-6,171	-6,171
	-6,253	0	0	0	-6,253	-6,253
	2,001	0	0	0	2,001	2,001
	-3,261	-16,663	74,019	-40,252	745,952	745,952

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2017

Consolidated statement of changes in equity
01.01. – 30.06.2017

EUR thousand	Subscribed capital	Capital reserves	Other retained earnings
01.01.2017	96,982	597,626	23,694
Consolidated comprehensive income	0	0	0
Consolidated net loss	0	0	0
Other comprehensive income			
Items that may be reclassified to profit or loss			
Foreign currency translation difference	0	0	0
Cash flow hedges	0	0	0
Deferred taxes	0	0	0
30.06.2017	96,982	597,626	23,694

	Cash flow hedges	Foreign currency adjustment item	Consolidated net profit carried forward	Consolidated net profit	Share in equity attributable to shareholders of the parent	Total
	2,187	9,686	209,836	0	940,011	940,011
	4,962	-9,965	0	22,622	17,619	17,619
	0	0	0	22,622	22,622	22,622
	0	-9,965	0	0	-9,965	-9,965
	7,310	0	0	0	7,310	7,310
	-2,348	0	0	0	-2,348	-2,348
	7,149	-279	209,836	22,622	957,630	957,630

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE INTERIM PERIOD
FROM 1 JANUARY TO 30 JUNE 2018

ACCOUNTING POLICIES

BASIS OF PREPARATION

These unaudited and unreviewed condensed interim consolidated financial statements of Nordex SE and its subsidiaries for the first six months of 2018 were prepared in accordance with the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as applicable in the European Union. All IFRSs and interpretations applicable as of 30 June 2018 have been observed, in particular IAS 34 Interim Financial Reporting.

These interim consolidated financial statements should be read in conjunction with the consolidated financial statements for the 2017 financial year. The accounting policies contained in the consolidated financial statements as of 31 December 2017 also apply to the interim consolidated financial statements as of 30 June 2018, unless explicit reference is made to changes. For more information on the applied accounting policies, see the consolidated notes for the financial year from 1 January to 31 December 2017. The consolidated financial statements for the financial year from 1 January to 31 December 2017 are available on the Internet at www.nordex-online.com under Investor Relations.

The business results for the first six months of 2018 are not necessarily indicative of the results expected for the year as a whole. Expenses incurred irregularly during the financial year have only been recognized or accrued in the interim consolidated financial statements to the extent that such recognition or accrual would also be appropriate at the end of the financial year.

EFFECTS OF NEW FINANCIAL REPORTING STANDARDS

Since 1 January 2018, Nordex has applied both IFRS 9 Financial Instruments and IFRS 15 Revenue from Contracts with Customers.

The application of IFRS 9 introducing the expected credit loss model did not result in additional impairments of receivables due to the collateralization of financial assets with guarantees, sureties and standby letters of credit as of 30 June 2018.

For other effects, please see the disclosures in the consolidated notes for the financial year from 1 January to 31 December 2017.

FOREIGN CURRENCY TRANSLATION

The following table sets out the exchange rates against the euro of the Group's most important foreign currencies:

The most important exchange rates for the Group

Exchange rates EUR 1.00 equals	Average exchange rates for the interim period		Closing rates as of 30.06. / 31.12.	
	01.01.–30.06.2018	01.01.–30.06.2017	30.06.2018	31.12.2017
ARS	25.7095	17.0758	32.6735	22.9840
AUD	1.5678	1.4384	1.5789	1.5340
BRL	4.1237	3.4501	4.4979	3.9695
CLP	738.5143	715.8025	756.3152	736.8111
GBP	0.8800	0.8594	0.8851	0.8873
HRK	7.4205	7.4502	7.3868	7.4340
INR	79.1774	71.1272	79.8097	76.0000
MXN	22.9428	21.0313	22.9716	23.5900
NOK	9.6208	9.1622	9.4930	9.8150
PEN	3.9216	3.5455	3.8152	3.8814
SEK	10.1633	9.5935	10.4351	9.8250
TRY	4.8785	3.9142	5.3299	4.5380
USD	1.2085	1.0849	1.1633	1.1990
ZAR	14.7805	14.4020	16.0539	14.7493

FINANCIAL RISK MANAGEMENT

DEBT INSTRUMENTS

Bond

On 2 February 2018, the Nordex Group successfully placed a “green” bond in the amount of EUR 275,000 thousand with a coupon of 6.50%. This bond was admitted to trading on the International Stock Exchange. The issuer of the unsecured, five-year bond is Nordex SE, with the main Nordex Group companies holding joint and several liability.

Promissory note

On 6 April 2016, Nordex SE placed a promissory note with a volume of EUR 550,000 thousand for which Nordex Energy GmbH is jointly and severally liable with national and international investors. The promissory note has terms of three, five, seven and ten years, each subject to fixed or variable interest. Depending on the tranche, the interest rate is between 1.5% and 3.0%. Utilization as at 30 June 2018 under the loan agreement including accrued interest amounted to EUR 284,459 thousand (31 December 2017: EUR 552,514 thousand). Of the funds generated by the bond, EUR 266,000 thousand were used to repay the three-year, and in part the five-year, floating-rate promissory note tranches.

Research and development loan

In addition, Nordex has been granted a long-term research and development facility of up to EUR 100,000 thousand by the European Investment Bank. Nordex intends to use this loan to finance the development of increasingly more efficient technical solutions to additionally extend its competitive lead. The loan has a term of eight years from the date on which it is drawn and is repaid in installments. The borrower is Nordex Energy GmbH, with the main Nordex Group companies holding joint and several liability. Utilization as at 30 June 2018 under the loan agreement including accrued interest amounted to EUR 72,396 thousand (31 December 2017: EUR 78,686 thousand).

Multi-currency guarantee facility

Nordex SE also has a syndicated multi-currency guarantee facility with a volume of EUR 1,210,000 thousand in which the main Nordex Group companies hold joint and several liability. The facility was renewed on 15 December 2015 for another five years until 15 December 2020 and was increased by EUR 260,000 thousand on 1 April 2016. As at 30 June 2018, EUR 552,103 thousand (31 December 2017: EUR 539,257 thousand) of the multi-currency guarantee facility had been drawn down in the form of cash and guarantees.

Ancillary credit facilities have been set up under the multi-currency guarantee facility for Nordex Energy Brasil – Comércio e Indústria de Equipamentos Ltda. and Acciona Windpower India Private Limited. As of 30 June 2018, the cash drawdowns plus accrued interest on these facilities amounted to EUR 27,701 thousand (31 December 2017: EUR 52,105 thousand).

None of the financing instruments is collateralized and they are all subject to the same representations and undertakings.

The loan by the European Investment Bank and the syndicated multi-currency guarantee facility are further subject to uniform and agreed financial covenants such as equity ratio, leverage and interest coverage, compliance with which is confirmed in quarterly reports to the banks. As in the previous year, the financial covenants were met in the first six months of 2018.

The banks may only terminate the existing facilities for good cause, which includes breach of the financial covenants.

CAPITAL RISK MANAGEMENT

The main aims of capital risk management are to ensure sustained growth in enterprise value and to safeguard the Group's liquidity and credit rating. Equity stood at EUR 745,952 thousand as at 30 June 2018 (31 December 2017: EUR 918,990 thousand). The Group monitors its capital by means of the working capital employed.

Working capital ratio

EUR thousand	30.06.2018	31.12.2017
Trade receivables	214,781	181,944
Future receivables from construction contracts	101,889	411,316
Inventories	970,678	195,578
Trade payables	-526,428	-446,567
Prepayments received	-621,003	-179,053
	139,917	163,218
Sales ¹	2,400,000	3,077,788
Working capital ratio	5.8%	5.3%

¹ 30 June 2018: according to guidance; 31 December 2017: actual sales

GROUP SEGMENT REPORTING

In line with business activities, the reportable segments are the Projects and Service segments. Segment reporting follows the internal reports submitted to the chief operating decision maker, the Management Board of Nordex SE, on the basis of the accounting principles applied to the interim consolidated financial statements.

Group segment reporting

EUR thousand	Projects		Service	
	H1 2018	H1 2017	H1 2018	H1 2017
Sales	797,109	1,356,510	161,759	150,168
Changes in inventories and other own work capitalized	133,163	25,219	-165	-85
Cost of materials	-696,952	-1,034,658	-61,848	-65,650
Other income and expenses	-178,437	-194,418	-71,443	-65,645
Earnings before interest and taxes	54,882	152,651	28,304	18,789
Other interest and similar income	0	0	0	0
Interest and similar expenses	0	0	0	0

¹ Income and expenses that cannot be clearly allocated to the "Projects" and "Services" segments are shown under "Not allocated" to enhance the informative value of the Group segment reporting. The conversion took place retrospectively.

	Not allocated ¹		Consolidation		Total	
	H1 2018	H1 2017	H1 2018	H1 2017	H1 2018	H1 2017
	279	330	-2,009	-5,875	957,138	1,501,133
	-102	-562	0	0	132,896	24,572
	-26,091	-17,035	2,009	5,875	-782,882	-1,111,468
	-93,098	-104,806	0	0	-342,978	-364,869
	-119,012	-122,072	0	0	-35,826	49,368
	2,786	2,500	0	0	2,786	2,500
	-20,214	-16,529	0	0	-20,214	-16,529

Non-current assets and sales break down by region as follows:

Non-current assets and sales by region

EUR thousand	Non-current assets ¹		Sales	
	30.06.2018	31.12.2017	01.01.–30.06.2018	01.01.–30.06.2017
Europe	436,677	481,586	670,684	945,949
Latin America	25,891	33,810	181,412	208,467
North America	14,782	17,296	69,222	337,935
Rest of world	28,974	42,922	35,820	8,782
	506,324	575,614	957,138	1,501,133

¹ Non-current assets include property, plant and equipment, capitalized R&D expenses and other intangible assets.

Sales from 1 January to 30 June 2018 were determined in accordance with IFRS 15, which had to be applied as of 1 January 2018, whereas sales from 1 January to 30 June 2017 were determined in accordance with IAS 11. Sales from 1 January to 30 June 2018 recognized in accordance with IAS 11 would have amounted to EUR 1,030,876 thousand.

Further information can be found in the Group management report.

NOTES TO THE STATEMENT OF FINANCIAL POSITION

(1) CASH AND CASH EQUIVALENTS

Cash and cash equivalents amount to EUR 484,187 thousand (31 December 2017: EUR 623,179 thousand), EUR 42,160 thousand of which pertains to fixed-term deposits (31 December 2017: EUR 40,550 thousand).

Pursuant to IAS 39, cash and cash equivalents are classified as loans and receivables, and pursuant to IFRS 7, as financial assets, measured at (amortized) historical cost. Given the short residual terms to maturity, amortized cost would equal the fair value as in the previous year.

(2) TRADE RECEIVABLES AND FUTURE RECEIVABLES FROM CONSTRUCTION CONTRACTS

Receivables break down as follows:

Receivables

EUR thousand	30.06.2018	31.12.2017
Trade receivables (gross)	228,525	195,688
Less impairment	-13,744	-13,744
Trade receivables (net)	214,781	181,944
Future receivables from construction contracts	101,889	411,316
	316,670	593,260

Future receivables from construction contracts changed as follows:

Future receivables from construction contracts

EUR thousand	30.06.2018	31.12.2017
Accrued contract costs and pro-rated realized order profits	1,619,779	2,182,543
Less prepayments received	-1,517,890	-1,771,227
	101,889	411,316

Retentions by customers are usually associated with punch lists not yet completed and largely refer to final payments outstanding for more than 60 days. Such retentions amount to EUR 46,601 thousand (31 December 2017: EUR 33,005 thousand).

Pursuant to IAS 39, trade receivables and future receivables from construction contracts are classified as loans and receivables, and pursuant to IFRS 7, as financial assets measured at (amortized) cost. Amortized cost would equal the fair value, as in the previous year.

(3) INVENTORIES

Inventories break down as follows:

Inventories

EUR thousand	30.06.2018	31.12.2017
Raw materials and supplies	217,109	136,268
Work in progress	718,077	26,875
Prepayments made	35,492	32,435
	970,678	195,578

Raw materials and supplies primarily comprise production and service material.

The carrying amount of inventories includes write-downs in the amount of EUR 45,258 thousand (31 December 2017: EUR 48,329 thousand).

(4) OTHER CURRENT NON-FINANCIAL ASSETS

The other current non-financial assets primarily comprise current tax assets of EUR 83,960 thousand (31 December 2017: EUR 97,667 thousand) and prepaid expenses of EUR 14,333 thousand (31 December 2017: EUR 6,951 thousand).

The current tax assets mainly concern current input tax assets.

Prepaid expenses chiefly comprise accrued costs for the multi-currency guarantee facility and accrued receivables under maintenance agreements pursuant to IFRS 15.

(5) NON-CURRENT ASSETS HELD FOR SALE AND LIABILITIES ASSOCIATED WITH NON-CURRENT ASSETS HELD FOR SALE

The item "Non-current assets held for sale" includes the new administrative building of the Nordex Group, which was sold in July 2018 under a sale-and-leaseback agreement without affecting profit or loss. The prepayments received in connection with the transaction are shown under "Liabilities associated with non-current assets held for sale".

(6) PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment breaks down as follows:

Composition of property, plant and equipment

EUR thousand	30.06.2018	31.12.2017
Land and buildings	89,228	94,502
Technical equipment and machinery	111,577	120,695
Other fixtures and fittings, tools and equipment	30,150	39,442
Prepayments made and assets under construction	11,514	28,728
	242,469	283,367

For a detailed overview of movements in property, plant and equipment we refer to the statement of changes in property, plant and equipment and intangible assets attached to the notes to the consolidated financial statements.

(7) GOODWILL

As in the previous year, goodwill amounts to EUR 547,758 thousand, with EUR 504,595 thousand in the Projects segment and EUR 43,163 thousand in the Service segment. EUR 537,798 thousand thereof results from the purchase price allocation for Acciona Windpower.

For a detailed overview of goodwill we refer to the statement of changes in property, plant and equipment and intangible assets attached to the notes to the consolidated financial statements.

(8) CAPITALIZED R&D EXPENSES

As at the reporting date, R&D expenses of EUR 212,825 thousand (31 December 2017: EUR 220,042 thousand) were capitalized. In the first six months of 2018, R&D expenses worth EUR 17,785 thousand (31 December 2017: EUR 48,244 thousand) were capitalized, including EUR 1,480 thousand from the initial consolidation of Nordex Blade Technology Centre ApS. Additions comprise in particular the

development of the new Generation Delta wind turbine type N149. Additional R&D expenses of EUR 9,422 thousand also arising in the first six months of 2018 (31 December 2017: EUR 29,372 thousand) did not meet the criteria for capitalization and were therefore recognized in profit or loss. The capitalization ratio therefore amounts to 65.37% (31 December 2017: 61.42%).

For a detailed overview of capitalized development costs we refer to the statement of changes in property, plant and equipment and intangible assets attached to the notes to the consolidated financial statements.

(9) OTHER INTANGIBLE ASSETS

Other intangible assets amount to EUR 51,030 thousand (31 December 2017: EUR 72,205 thousand) as at the reporting date.

For a detailed overview of other intangible assets we refer to the statement of changes in property, plant and equipment and intangible assets attached to the notes to the consolidated financial statements.

(10) OTHER NON-CURRENT NON-FINANCIAL ASSETS

Other non-current non-financial assets comprise current prepaid expenses of EUR 43,956 thousand (31 December 2017: EUR 13,166 thousand).

Prepaid expenses chiefly comprise accrued receivables under maintenance agreements pursuant to IFRS 15 and accrued costs for license fees.

(11) DEFERRED TAX ASSETS AND TAX LIABILITIES

As of 30 June 2018, a rounded tax rate of 32.00% (31 December 2017: 32.00%) was applied for the purpose of calculating domestic deferred taxes.

The changes in deferred tax break down as follows:

Changes in deferred taxes

EUR thousand	2018	2017
Amount on 01.01.	48,639 ¹	-20,476
Recognized through profit or loss	34,255	25,913
Recognized in other comprehensive income	2,001	560
Currency translation	-1,973	-3,667
Amount on 30.06. / 31.12.	82,922	2,330

¹ The opening balance sheet figure as of 1 January 2018 in the amount of EUR 48,639 thousand differs from the closing balance sheet figure as of 31 December 2017 by EUR 2,330 thousand as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

(12) LIABILITIES TO BANKS

More detailed information on the liabilities to banks is provided in the section on debt instruments.

Pursuant to IAS 39, liabilities to banks are classified as financial liabilities at amortized cost, and pursuant to IFRS 7, as financial liabilities measured at amortized cost. The fair value would amount to EUR 387,501 thousand (31 December 2017: EUR 686,901 thousand).

(13) TRADE PAYABLES

Trade payables amount to EUR 526,428 thousand (31 December 2017: EUR 446,567 thousand).

Pursuant to IAS 39, trade payables are classified as financial liabilities at amortized cost, and pursuant to IFRS 7, as financial liabilities measured at amortized cost. Given the short residual terms to maturity, amortized cost would equal the fair value as in the previous year.

(14) OTHER PROVISIONS

Movements in other provisions break down as follows:

Other provisions

EUR thousand	01.01.2018	Utilization	Reversals	Additions	30.06.2018
Individual guarantees	121,438	-4,969	-617	1,762	117,614
Warranties, service, maintenance	59,993	-3,527	0	8,309	64,775
Others	25,453 ¹	-866	-6	415	24,996
	206,884	-9,362	-623	10,486	207,385

¹ The opening balance sheet figure as of 1 January 2018 in the amount of EUR 25,453 thousand differs from the closing balance sheet figure as of 31 December 2017 by EUR 25,459 thousand as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

The provisions for individual guarantees predominantly cover risks arising from possible claims for damages.

The warranty provisions are utilized in accordance with statutory or contractual periods.

Other provisions chiefly concern the "45-by-18" cost reduction program, legal risks and the cost of preparing the annual financial statements.

(15) OTHER CURRENT FINANCIAL LIABILITIES

Other current financial liabilities mainly concern outstanding invoices in the amount of EUR 45,845 thousand (31 December 2017: EUR 44,056 thousand).

Pursuant to IAS 39, liabilities recognized under other current financial liabilities are classified as financial liabilities at amortized cost, and pursuant to IFRS 7, as financial liabilities measured at amortized cost. Given the short residual terms to maturity, amortized cost

amounting to EUR 62,157 thousand (31 December 2017: EUR 49,536 thousand) would equal the fair value as in the previous year.

Pursuant to IAS 39, the forward exchange transactions (fair value hedges) reported in other current financial liabilities are classified as financial liabilities held for trading, and pursuant to IFRS 7, as financial liabilities measured at fair value. The fair value amounts to EUR 3,361 thousand (31 December 2017: EUR 291 thousand). The forward rates and prices are calculated on the basis of the spot price on the reporting date in the light of any discounts or premiums for the remaining term of the contract.

The forward exchange transactions reported in other current financial liabilities in the scope of hedge accounting (cash flow hedges) are not subject to the measurement categories as per IAS 39. Pursuant to IFRS 7, they are classified as effective hedges measured at fair value. The fair value amounts to EUR 6,967 thousand (31 December 2017: EUR 0 thousand).

(16) OTHER CURRENT NON-FINANCIAL LIABILITIES

Other current non-financial liabilities mainly comprise prepayments received of EUR 621,003 thousand (31 December 2017: EUR 179,053 thousand), accrued liabilities of EUR 70,219 thousand (31 December 2017: EUR 103,973 thousand) and deferred income of EUR 42,932 thousand (31 December 2017: EUR 34,900 thousand).

Accrued liabilities mainly comprise staff costs and trailing project costs.

Deferred income primarily concerns accrued liabilities under maintenance agreements pursuant to IFRS 15.

(17) OTHER NON-CURRENT FINANCIAL LIABILITIES

Other non-current financial liabilities mainly concern the bond in the amount of EUR 266,280 thousand (31 December 2017: EUR 0 thousand).

More detailed information on the bond is provided in the section on debt instruments.

Pursuant to IAS 39, liabilities recognized in other non-current financial liabilities are classified as financial liabilities at amortized cost, and pursuant to IFRS 7, as financial liabilities measured at amortized cost; there are no forward exchange transactions. Based on the bond's share price of 93.52% as at the reporting date, the fair value would be EUR 251,166 thousand (31 December 2017: Amortized cost would equal fair value because the interest rate corresponds to the prevailing market rate).

(18) OTHER NON-CURRENT NON-FINANCIAL LIABILITIES

Other non-current non-financial liabilities mainly comprise deferred income of EUR 108,784 thousand (31 December 2017: EUR 6,867 thousand).

Deferred income concerns accrued liabilities under maintenance agreements pursuant to IFRS 15.

(19) EQUITY

Equity breaks down as follows¹:

Equity

EUR thousand	30.06.2018	31.12.2017
Subscribed capital	96,982	96,982
Capital reserves	597,626	597,626
Other retained earnings	37,501	37,501
Cash flow hedges	-3,261	991
Foreign currency adjustment item	-16,663	-10,482
Consolidated net profit carried forward	74,019 ¹	196,372
Consolidated net profit	-40,252	0
Share in equity attributable to parent company's shareholders	745,952	918,990
	745,952	918,990

¹ The opening balance sheet figure as of 1 January 2018 in the amount of EUR 74,019 thousand differs from the closing balance sheet figure as of 31 December 2017 by EUR 196,372 thousand as a result of the mandatory conversion from IAS 11 to IFRS 15 as of 1 January 2018.

Further details of the changes in the individual equity items can be found in the attached consolidated statement of changes in equity.

**(20) ADDITIONAL DISCLOSURES ON
FINANCIAL INSTRUMENTS**

The following table shows the financial assets and liabilities as well as their fair values and their allocation to the fair value hierarchy defined in IFRS 13 that should be applied when determining the fair value of a financial instrument:

Financial assets and financial liabilities (fair values)**30.06.2018**

EUR thousand	Level 1	Level 2	Level 3	Total
Financial assets				
Forward exchange transactions (financial assets held for trading, fair value hedges)	—	31	—	31
Forward exchange transactions in the scope of hedge accounting (cash flow hedges)	—	1,288	—	1,288
Financial liabilities				
Liabilities to banks	—	387,501	—	387,501
Bond	248,460	—	—	248,460
Forward exchange transactions (financial liabilities held for trading, fair value hedges)	—	3,361	—	3,361
Forward exchange transactions in the scope of hedge accounting (cash flow hedges)	—	6,967	—	6,967

31.12.2017

EUR thousand	Level 1	Level 2	Level 3	Total
Financial assets				
Forward exchange transactions (financial assets held for trading, fair value hedges)	—	1,559	—	1,559
Forward exchange transactions in the scope of hedge accounting (cash flow hedges)	—	1,459	—	1,459
Financial liabilities				
Liabilities to banks	—	686,901	—	686,901
Forward exchange transactions (financial liabilities held for trading, fair value hedges)	—	291	—	291
Forward exchange transactions in the scope of hedge accounting (cash flow hedges)	—	0	—	0

The bond is allocated to Level 1 because it has been admitted to trading at the International Stock Exchange.

Liabilities to banks as part of financial liabilities are allocated to Level 2. The same applies to forward exchange transactions.

There were no reclassifications between levels, neither in comparison with the previous year nor during the year under review.

NOTES TO THE INCOME STATEMENT

(21) SALES

Sales break down to the Projects and Service segments as follows:

Sales by segment (IFRS 15 / IAS 11)

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Projects	797,109	1,356,510
Service	161,759	150,168
Not allocated ¹	279	330
Intrasegment consolidation	-2,009	-5,875
	957,138	1,501,133

¹ Income and expenses that cannot be clearly allocated to the "Projects" and "Services" segments are shown under "Not allocated" to enhance the informative value of the Group segment reporting. The conversion took place retrospectively.

Sales from 1 January to 30 June 2018 were determined in accordance with IFRS 15, which had to be applied as of 1 January 2018, whereas sales from 1 January to 30 June 2017 were determined in accordance with IAS 11. Sales from 1 January to 30 June 2018 recognized in accordance with IAS 11 would have amounted to EUR 1,030,876 thousand:

Sales by segment (IAS 11)

EUR thousand	01.01.– 30.06.2018
Projects	870,847
Service	161,759
Not allocated	279
Intrasegment consolidation	-2,009
	1,030,876

(22) CHANGES IN INVENTORIES AND OTHER OWN WORK CAPITALIZED

Changes in inventories stand at EUR 114,356 thousand (1 January to 30 June 2017: EUR 1,702 thousand).

Own work capitalized is measured at EUR 18,540 thousand (1 January to 30 June 2017: EUR 22,870 thousand) and, as in the previous year, relates to capitalized expenses for developing and enhancing new and existing wind turbines.

(23) OTHER OPERATING INCOME / OTHER OPERATING EXPENSES

Other operating income/expenses mainly comprise currency losses of EUR -15,372 thousand (1 January to 30 June 2017: EUR -8,648 thousand), external staff costs of EUR -14,274 thousand (1 January to 30 June 2017: EUR -18,224 thousand), rents and leases of EUR -11,459 thousand (1 January to 30 June 2017: EUR -12,192 thousand), travel expenses of EUR -11,301 thousand (1 January to 30 June 2017: EUR -12,534 thousand), repair and maintenance of EUR -9,681 thousand (1 January to 30 June 2017: EUR -11,408 thousand), legal and consulting costs of EUR -5,117 thousand (1 January to 30 June 2017: EUR -14,349 thousand) and IT costs of EUR -5,090 thousand (1 January to 30 June 2017: EUR -9,233 thousand).

(24) COST OF MATERIALS

The cost of materials breaks down as follows:

Cost of materials

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Cost of raw materials and other supplies	561,442	874,066
Cost of services purchased	221,440	237,402
	782,882	1,111,468

Cost of raw materials and other supplies mainly comprise expenses for construction components.

The cost of services purchased primarily results from external freight services, commission and externally sourced order-handling services as well as changes in order provisions.

(25) STAFF COSTS

Staff costs break down as follows:

Staff costs

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Wages and salaries	132,096	135,247
Social security and expenditure on retirement benefits and support	27,783	30,633
	159,879	165,880

The Group headcount was as follows:

Headcount (Group)

	01.01.–30.06.2018	01.01.–30.06.2017	Change
Reporting date			
Office staff	2,705	2,783	-78
Technical staff	2,556	2,472	84
	5,261	5,255	6
Average			
Office staff	2,738	2,740	-2
Technical staff	2,420	2,442	-22
	5,158	5,182	-24

The main reasons for the change in headcount are a decline in the number of salaried employees under the "45-by-18" cost-cutting program and an increase in the number of hourly paid workers driven mainly by the expansion of production in Brazil and the services business.

(26) DEPRECIATION / AMORTIZATION

Depreciation and amortization breaks down as follows:

Depreciation / amortization

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Depreciation of property, plant and equipment	27,990	27,504
Amortization of capitalized R&D expenses	24,832	22,888
Amortization of other intangible assets	21,393	17,729
	74,215	68,121

(27) FINANCIAL RESULT

The financial result breaks down as follows:

Financial result

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Profit/loss from equity-accounting method	-463	-514
Impairment of financial assets	-304	0
Net profit / loss from investments	-767	-514
Other interest and similar income	2,786	2,500
Interest and similar expenses	-20,214	-16,529
Interest result	-17,428	-14,029
	-18,195	-14,543

Net gains/losses from valuation using the equity method reflect the share of profit of associates.

The impairment of financial assets item concerns the impairment of long-term receivables from project companies.

Interest income and expense arises primarily from deposits with banks and from the bond, guarantee commissions and bank loans.

(28) INCOME TAX

As at 30 June 2018, a tax rate of 31.82% (31 December 2017: 31.82%) was applied for the purpose of calculating domestic current taxes. The above tax rate was calculated using a rate of 15.83% (31 December 2017: 15.83%) including the solidarity surcharge for corporate tax and 15.99% (31 December 2017: 15.99%) for trade tax.

Income tax breaks down as follows:

Income tax

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Current income tax	-20,486	-1,385
Deferred income tax	34,255	-10,818
Total income taxes	13,769	-12,203

(29) EARNINGS PER SHARE**Basic****Earnings per share (basic)**

EUR thousand	01.01.– 30.06.2018	01.01.– 30.06.2017
Consolidated net profit/loss for the year	-40,252	22,622
of which shareholders of the parent	-40,252	22,622
Weighted average number of shares	96,982,447	96,982,447
Basic earnings per share (EUR)	-0.42	0.23

Diluted

Diluted earnings per share also stand at EUR -0.42 (1 January to 30 June 2017: EUR 0.23).

OTHER FINANCIAL OBLIGATIONS AND CONTINGENT LIABILITIES

The Nordex Group has contingent liabilities arising from pending litigation in connection with its operating business; as the probability of an outflow of resources as of the reporting date was not sufficiently determinable, no provisions have been set aside in this connection.

RELATED PARTY DISCLOSURES

As at the reporting date, Acciona S.A. held a 29.9% share in Nordex SE. As such, Nordex SE is an associated company of Acciona S.A.

The balances and transactions with companies from the Acciona Group are set out in the following table:

Balances and transactions with companies from the Acciona Group

EUR thousand	Balances outstanding Receivables (+) / liabilities (-)		Transaction amount Income (+) / expense (-)	
	30.06.2018	31.12.2017	01.01.– 30.06.2018	01.01.– 30.06.2017
Acciona Energia S.A.	520/-3,217	1,750/-4,218	3,358/-1,396	1,103/-31
Acciona Energia Chile S.A.	22,519/-40,690	0/-17,171	22,519/0	0/0
Acciona Energia Servicios Mexico S. de R.L. de C.V.	130,023/-96,162	125,279/-88,869	7,872/0	0/0
Acciona Energy Global Poland Sp. z o.o.	390/0	475/0	21/-3	208/-4
Acciona Energy Oceania Construction Pty. Ltd.	71,209/-70,337	49,305/-60,797	21,668/-6	0/-2
Acciona Energy USA Global LLC	111/-160	553/-328	0/0	0/0
Acciona Facility Services S.A.	56/-1,125	48/-441	56/-1,575	0/0
Acciona S.A.	0/-2,245	0/-1,428	0/-675	0/0
Consorcio Eolico Chiripa S.A.	693/-333	681/-324	0/0	0/0
Oakleaf Investment Holding 86 Pty. Ltd.	568/0	572/0	0/0	0/0
San Roman Wind LLC	21/0	428/0	0/0	0/0
Sun Photo Voltaic Energy India Pvt. Ltd.	323/0	10,332/0	0/0	0/0
Other	402/-715	123/-440	1/-920	14/-124

During the financial year, two contracts to deliver and assemble wind power systems in Chile and the United States amounting to EUR 134,219 thousand (1 January to 30 June 2017: EUR 47,997 thousand) were won by Acciona Energia Chile S.A. and Acciona Energy USA Global LLC.

In addition, the Nordex Group holds a 75% interest in natcon7 GmbH, which is therefore a non-consolidated affiliated company.

In 2014, Supervisory Board member Jan Klatten indirectly acquired an interest of 44.20% in the Polish wind farm company C&C Wind Sp. z o.o. in a market-wide tender process. The Nordex Group holds a 40.00% share of this company. Accordingly, C&C Wind Sp. z o.o. is classed as an associated company. As in the previous year, there were no business transactions with Mr. Klatten or Nordex companies attributable to him.

In addition, the shares in GN Renewable Investments S.à r.l. (30.00%) are also classified as an associate.

The balances and transactions with these companies are set out in the following table:

Balances and transactions with associates

EUR thousand	Balances outstanding Receivables (+) / liabilities (-)		Transaction amount Income (+) / expense (-)	
	30.06.2018	31.12.2017	01.01.– 30.06.2018	01.01.– 30.06.2017
natcon7 GmbH	0/-80	0/-1,444	2/-1,785	0/-5,014
C&C Wind Sp. z o.o.	0/0	0/0	274/-422	292/0
GN Renewable Investments S.à.r.l.	0/0	0/0	25/-49	14/0

CONSOLIDATED CASH FLOW STATEMENT

The cash flow from operating activities in the amount of EUR –92,763 thousand (1 January to 30 June 2017: EUR –160,044 thousand) results primarily from payments made for changes in working capital in the amount of EUR 74,625 thousand (1 January to 30 June 2017: EUR 188,654 thousand).

Cash flow from investing activities in the reporting period amounted to EUR –8,986 thousand (1 January to 30 June 2017: EUR –75,685 thousand). Investments of EUR 22,158 thousand (1 January to 30 June 2017: EUR 47,127 thousand) were made in property, plant and equipment, mainly related to the construction of the Nordex Forum II and the procurement of molds for the production of rotor blades. Development projects of EUR 17,785 thousand (1 January to 30 June 2017: EUR 19,642 thousand) were capitalized. Prepayments of EUR 30,423 thousand received for the new Nordex Group administrative building sold in July 2018 under a sale-and-leaseback agreement without affecting profit or loss had an offsetting effect.

Cash flow from financing activities amounts to EUR –27,216 thousand (1 January to 30 June 2017: EUR 30,846 thousand) and is primarily attributable to payments received from the issue of the bond and offsetting repayments of the three-year and, in parts, five-year promissory note tranches, cash drawdowns from the syndicated multi-currency guarantee facility and the research and development loan from the European Investment Bank.

EVENTS AFTER THE REPORTING DATE

Any further events occurring after the reporting date caused by economic factors arising prior to 30 June 2018 are included in the interim consolidated financial statements as at 30 June 2018.

Nordex SE
Rostock, August 2018



José Luis Blanco
Chairman of the Management Board



Christoph Burkhard
Member of the Management Board



Patxi Landa
Member of the Management Board

STATEMENT OF CHANGES IN PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2018

Statement of changes in property, plant and equipment and intangible assets

EUR thousand	Opening balance 01.01.2018	Additions	Disposals	Cost			Closing balance 30.06.2018
				Non-current assets held for sale	Reclassifications	Currency translation	
Property, plant and equipment							
Land and buildings	164,758	2,495	4	4,429	0	509	163,329
Technical equipment and machinery	312,212	8,052	2,222	0	6,130	-6,414	317,758
Other fixtures and fittings, tools and equipment	94,826	4,459	3,736	0	-5,630	-768	89,151
Prepayments made and assets under construction	30,331	7,152	0	23,880	-500	19	13,122
Total	602,127	22,158	5,962	28,309	0	-6,654	583,360
Intangible assets							
Goodwill	552,259	0	0	0	0	0	552,259
Capitalized R&D expenses	410,857	17,785	0	0	0	-2	428,640
Other intangible assets	173,736	1,733	56	35	0	-4,189	171,189
Total	1,136,852	19,518	56	35	0	-4,191	1,152,088

	Depreciation / amortization					Carrying amount		
	Opening balance 01.01.2018	Additions	Disposals	Reclassifications	Currency translation	Closing balance 30.06.2018	30.06.2018	31.12.2017
	70,256	3,485	1	0	361	74,101	89,228	94,502
	191,517	18,634	1,797	-6	-2,167	206,181	111,577	120,695
	55,384	5,772	2,024	6	-137	59,001	30,150	39,442
	1,603	0	0	0	5	1,608	11,514	28,728
	318,760	27,891	3,822	0	-1,938	340,891	242,469	283,367
	4,501	0	0	0	0	4,501	547,758	547,758
	190,815	25,000	0	0	0	215,815	212,825	220,042
	101,531	21,324	54	0	-2,642	120,159	51,030	72,205
	296,847	46,324	54	0	-2,642	340,475	811,613	840,005

RESPONSIBILITY STATEMENT

To the best of our knowledge, and in accordance with the applicable accounting principles for interim financial reporting, the interim consolidated financial statements for the first six months as at 30 June 2018 give a true and fair view of the assets, liabilities, financial position and results of operations of the Group, and the interim financial management report of the Group gives a fair review of the development and performance of the business and the position of the Group, together with a description of the material opportunities and risks associated with the expected development of the Group for the remaining months of the financial year.

Nordex SE
Rostock, August 2018



José Luis Blanco
Chairman of the Management Board



Christoph Burkhard
Member of the Management Board



Patxi Landa
Member of the Management Board

FINANCIAL CALENDAR, IMPRINT AND CONTACT

FINANCIAL CALENDAR

Date

August 14, 2018	Interim report H1 2018
November 13, 2018	Interim report Q3 2018

IMPRINT AND CONTACT

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Consulting, Concept & Design

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Disclaimer

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