

MONTHLY REPORT

Investor Relations | 05/23

NorCom Information Technology GmbH & Co. KGaA



The share was only able to stabilize again at the end of May. It climbed to EUR 7.25 and closed the month at EUR 7.20. It was down 7 percent over the month.

The benchmark index TecDax lost a good 2 percent in the same period.

Market capitalization at the end of the month

The current market capitalization is EUR 15,334,005 (May 31, 2023). The total number of voting rights is 2,129,723 shares.

2 NorCom: Insight/Outlook

Quarterly figures January-March 2023

NorCom achieved total revenues of EUR 2.9 million in the first quarter of 2023 (Q1 2022: EUR 3.0 million). The EBITDA (earnings before interest, taxes, depreciation and amortization) was positive at EUR 0.1 million (Q1 2022: EUR 0.1 million).

The order situation of existing customers is stable. Larger projects in the industrial sector were implemented with Daimler and Stihl. In the public sector, the lion's share of sales comes from the federal agency. This has extended one of the existing framework agreements („IT service production“) by one year until the end of 2023. The new tender for the affiliation contract is currently in progress. Another framework agreement runs until the end of 2024. Other public customers include the Bavarian State Criminal Police Office, the Federal Audit Office and BWI GmbH.

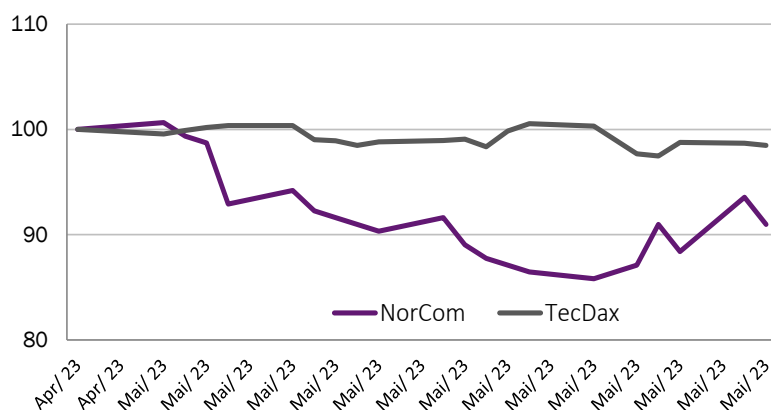
The focus in the first quarter was on establishing and expanding the cooperation with Fujitsu. NorCom and Fujitsu enter into a partnership to implement DaSense Community Open Source (DaSense COS). With DaSense COS, authorities receive the artificial intelligence (AI) platform DaSense free of charge. Sales will be made by Fujitsu. Together, the companies are responsible for the coordination of the project, as well as further developments, maintenance, service and support.

1 Development of the share price in May 2023

After the NorCom share developed quite positively in April, it corrected downwards in May, but was able to perform better again towards the end of the month.

The share started May at EUR 7.75 and was able to work its way up to EUR 7.80 for a short time. This was also her monthly high.

However, the publication of the annual figures, which fell short of expectations, then caused a setback. The share then steadily lost value and on May 22 it was at its low for the month of EUR 6.65.



MONTHLY REPORT

Investor Relations | 05/23

NorCom Information Technology GmbH & Co. KGaA

3 General market development

The German economy is officially in recession after growth for the first quarter was revised down to -0.3 percent qoq by the Federal Statistical Office. A contraction in overall economic production cannot be ruled out for the second quarter either, as current surveys among companies indicate a pronounced global industrial recession.

Although the prospects for the coming quarters are fundamentally better, growth momentum is only expected to increase very slowly. From a macroeconomic point of view, there is currently a lack of sufficient follow-up orders, after many companies have worked off the order backlogs of recent years in the course of the year to date and as international supply chains have returned to normal functioning.

Accordingly, the ifo business climate index, which was recently at a low level anyway, fell again. Above all, the business expectations for the coming months in the areas of manufacturing, trade and services clouded over. In the construction sector, the current situation was also assessed as very weak, because new construction activity is being slowed down considerably in view of persistently high construction costs and significantly higher prices. (...)

On the international stock markets, the upward trends are still largely intact despite weaker economic prospects. Investors are obviously counting on the prospect of at least a slight recovery in growth and the upcoming pause in interest rate hikes. In addition, many institutional investors may not be sufficiently well positioned for further price increases, so that smaller setbacks are used again and again for additional purchases. All in all, the prospects for equities remain subduedly positive for the remainder of the year.

Source: [Carsten Mumm](#)

Financial Calendar 2023

Half-year figures 2023:	August 31st, 2023
3rd quarterly figures 2023:	November 30th, 2023
Annual General Meeting 2023:	August 25th, 2023

4 Press review

[bigdata-insider.de / Umfrage](#)

[Digitale Zwillinge werden zum Standard](#)

According to a recent survey by the Bitkom industry association, four out of ten industrial companies already rely on digital twins. The technology is considered indispensable for surviving in international competition.

[aktiencheck.de / Interview](#)

[Investoren im KI-Dilemma: Zwischen Moral und Potenzial](#)

Every year, the market for artificial intelligence is growing by up to 25 percent - to an estimated 130 billion dollars by 2025.(...) Because although Germany invested five billion euros in research into artificial intelligence in 2021, 73 percent of the large AI -Models transacted in the US and 15 percent in China.

[bertelsmann-stiftung.de/ Studie](#)

[Deutsche Unternehmen müssen nach Corona wieder innovativer werden](#)

The proportion of innovative companies in Germany is falling rapidly. Only every fifth German company can be described as particularly innovative. In contrast, the proportion of companies that are not actively looking for innovations has grown from 27 to 38 percent.

[it-daily.net / Studie](#)

[Nutzung von KI-gesteuerten Large Language Models steigt um 1310 Prozent in sechs Monaten](#)

Databricks presents the results of its 2023 State of Data + AI Report. According to this, the number of SaaS LLMs usages increased by an impressive 1310 percent between November 2022 and May 2023.