

LALIQUE GROUP



Half-year Report 2021

- 3** Management Comment
- 6** Interim Consolidated Income Statement
- 6** Interim Consolidated Statement of Comprehensive Income
- 7** Interim Consolidated Balance Sheet
- 8** Interim Consolidated Cash Flow Statement
- 9** Interim Consolidated Statement of Changes in Equity
- 10** Notes to the Interim Consolidated Financial Statements

Management Comment

Lalique Group SA increased its operating revenue by 32% to EUR 64.7 million and generated EBIT of EUR 4.4 million in the first half of 2021. While still impacted by the Covid-19 pandemic, the business recovered strongly in the second quarter of 2021. In particular, perfume sales grew significantly in all segments. For the full year 2021, the Group continues to expect sales growth in the double-digit percentage range.

Lalique Group returned to profitable growth in the first half of 2021 after experiencing a sharp decline in sales in 2020 due to the Covid-19 pandemic. Although all segments of the business continued to be impacted by the pandemic in the first half of 2021, sales recovered strongly—especially in the second quarter. The top selling Lalique segment closed the first half of the year 2% above the pre-pandemic level in the first half of 2019, driven in particular by Lalique Parfums. Most of the other perfume brands also achieved a solid performance. This more than offset the decline in the sale of Ultrasun sunscreen products, which reflected the prolonged restrictions on holiday travel. Overall, the Group's operating revenue increased to EUR 64.7 million, up 32% compared to the first half of 2020, including government support payments totalling EUR 1.2 million, compared to EUR 0.6 million in the first half of 2020.

Operating revenue in the reporting period thus came close to pre-pandemic levels (H1 2020: EUR 49.1 million; H1 2019: EUR 70.0 million).

Lalique Group continued to exercise strict cost management in the first half of 2021. At EUR 14.0 million, personnel costs remained more or less stable (H1 2020: EUR 14.1 million), while other operating expenses fell by 6% to EUR 9.3 million, driven primarily by cost reductions in the Lalique segment. Depreciation, amortisation and value adjustments decreased to EUR 6.6 million and were thus 45% lower than in the first half of 2020, which included a non-cash impairment charge of EUR 4.3 million before tax on Lalique's brand value.

The increase in sales combined with lower costs resulted in EBIT of EUR 4.4 million in the first half of 2021 (H1 2020: EUR -10.0 million), corresponding to an EBIT margin of 6.8%. Net Group profit was EUR 3.1 million, compared to EUR -10.6 million in the first half of 2020.

Lalique Group continues to have a solid liquidity and capital position with an equity ratio of 48.4% at the end of June 2021, compared to 46.2% at the end of 2020.

SEGMENT RESULTS

The Lalique segment generated a 47% increase in sales to EUR 36.3 million in the first half of 2021. This is attributable to very strong growth in sales in Lalique Parfums (up 188% compared to H1 2020 and up 42% compared to H1 2019), especially in the Middle East, where distribution activities were realigned at the start of 2021. The crystal business, the segment's second main pillar, also achieved a solid recovery with sales rising by 17% compared to the first half of 2020 but remained below pre-pandemic levels. Segment costs decreased by 27% compared to the prior-year period (12% excluding the impairment charge of EUR 4.3 million on Lalique's brand value in the first half of 2020). The segment achieved a significant increase in profitability at EBIT level to EUR 2.5 million, with a margin of 7.0%.

This is attributable to very strong growth in sales in Lalique Parfums (up 188% compared to H1 2020 and up 42% compared to H1 2019), especially in the Middle East, where distribution activities were realigned at the start of 2021.

Ultrasun generated sales of EUR 9.9 million in the first half of 2021, down 21% compared to the prior-year period. This reflects subdued orders from most markets as the prolonged restrictions on holiday travel resulted in high inventory levels. Towards the end of June 2021, sales trends improved in all regions. Segment costs decreased by 10% in the reporting period. EBIT totalled EUR 0.5 million (H1 2020: EUR 2.0 million).

The Jaguar Fragrances segment achieved sales of EUR 8.7 million, increasing 37% compared to the prior-year period without reaching pre-pandemic levels. The Middle East in particular, but also certain European markets, contributed to the growth. With the significant rise in sales, the segment was able to deliver a substantial increase in profitability and recorded EBIT of EUR 1.5 million (H1 2020: EUR 0.2 million).

Sales in The Glenturret segment increased to EUR 1.6 million in the first half of 2021, up 385% compared to the prior-year period, reflecting strong demand for the new range of whiskies, although exports were partly impacted by logistical problems following Brexit. Direct sales to gastronomic establishments remained at a low level due to the Covid-19 pandemic. The rise in segment costs is primarily attributable to the hiring of employees for The Glenturret Lalique Restaurant, which opened at the end of Juny 2021. The distillery's visitor centre and shop had to remain closed for part of the first half of 2021 due to the pandemic but reopened for guided tours at the end of April, after being renovated in the Lalique style. EBIT decreased to EUR -1.7 million (H1 2020: EUR -1.1 million).

Among the other brands segment, Bentley Fragrances saw sales grow by 162%. This strong performance was driven in particular by higher demand from the USA and the Middle East. Parfums Samouraï recorded a 66% rise in sales despite continued market restrictions due to Covid-19 protective measures in Japan. Parfums Grès reported slight growth in sales of 2% in the reporting period. The first Brioni fragrance, which was presented in March 2021, met with a positive response from the market, although the product launch was partly delayed due to the Covid-19 situation. Lalique Beauty Services achieved a 15% increase in sales in the reporting period, exceeding pre-pandemic levels. As a result, the segment was able to significantly strengthen its profitability with EBIT of EUR 1.9 million (H1 2020: EUR -0.0 million).

OUTLOOK

Although there is still uncertainty about how the Covid-19 situation will develop, Lalique Group expects the recovery trends observed in the business since the second quarter in particular to continue in the second half of 2021. For the full year 2021, Lalique Group is maintaining its previously announced forecast of sales growth in the double-digit percentage range compared to 2020, with revenue likely to remain slightly below the pre-pandemic level seen in 2019—excluding unforeseeable events or a renewed escalation of the pandemic.

The Group will continue to consistently pursue its diversification strategy and believes that it is well positioned with its international target clientele in the luxury goods market. With the acquisition of the Lalique Hotel and Restaurant Château Lafaurie-Peyraguey announced on 21 July 2021 and the opening of The Glenturret Lalique Restaurant, Lalique Group has expanded its gastronomy and hospitality business, which now comprises four exclusive establishments and should also help to further promote the Lalique brand. Alongside launches of product innovations in all segments, there is a continued focus on the further expansion of online activities as well as distribution via online merchants.

LALIQUE GROUP

Lalique Group is a niche player in the creation, development, marketing and global distribution of luxury goods. Its business areas comprise perfumes, cosmetics, crystal, jewellery, high-end furniture and lifestyle accessories, along with art, gastronomy and hospitality as well as single malt whisky. Founded in 2000, the company employs approx. 680 staff and has its headquarters in Zurich. The Lalique brand, from which the Group derives its name, was created in Paris in 1888 by the master glassmaker and jewellery designer René Lalique. The registered shares of Lalique Group (LLQ) are listed on the SIX Swiss Exchange.

Lalique Group is a niche player in the creation, development, marketing and global distribution of luxury goods. Its business areas comprise perfumes, cosmetics, crystal, jewellery, high-end furniture and lifestyle accessories, along with art, gastronomy and hospitality as well as single malt whisky.

Interim Consolidated Income Statement

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
Revenue from contracts with customers	63 206	48 122
Other operating income	1 540	981
Revenue and other operating income	64 746	49 103
Material costs, licences and third-party services	-30 340	-22 817
Gross result	34 406	26 286
Salaries and wages	-14 011	-14 119
Other operating expenses	-9 325	-9 964
EBITDA	11 070	2 203
Depreciation and amortization/impairment ¹	-6 643	-12 163
EBIT	4 427	-9 960
Financial income	11	5
Financial expenses	-958	-764
Net foreign exchange differences	417	-155
Group profit/loss before taxes	3 897	-10 874
Income taxes	-774	247
NET GROUP PROFIT/LOSS	3 123	-10 627
of which attributable to:		
Non-controlling interests	-1 066	-1 999
Owners of the parent company	4 189	-8 628
Earnings per share basic/diluted (in EUR)	0.58	-1.44

¹ Including an impairment of EUR 4 320 thousand on Lalique brand in 1st semester 2020 (Note 8).
The amortization of licence rights is recorded in licence expenses.

Interim Consolidated Statement of Comprehensive Income

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
NET GROUP LOSS/PROFIT	3 123	-10 627
Foreign currency translation	1 631	-930
Items that may be reclassified subsequently to the income statement, net of tax	1 631	-930
Remeasurements of pension plans	105	-65
Tax on remeasurements of pension plans	-20	13
Items that will not be reclassified subsequently to the income statement, net of tax	85	-52
Other comprehensive income, net of tax	1 716	-982
TOTAL COMPREHENSIVE INCOME	4 839	-11 609
of which attributable to:		
Non-controlling interests	20	-3 118
Owners of the parent company	4 819	-8 491

Interim Consolidated Balance Sheet

ASSETS

IN EUR THOUSANDS	30.06.21	31.12.20
Cash and cash equivalents	55 211	66 697
Trade accounts receivable	20 549	15 101
Inventories	78 306	77 987
Other receivables	7 516	7 957
Total current assets	161 582	167 742
Intangible assets	84 651	84 818
Property, plant and equipment	76 457	76 671
Financial assets	1 294	650
Other non-current assets	5 460	5 451
Deferred tax assets	3 826	3 867
Total non-current assets	171 688	171 457
TOTAL ASSETS	333 270	339 199

LIABILITIES AND EQUITY

IN EUR THOUSANDS	30.06.21	31.12.20
Bank overdrafts	37 905	44 271
Trade accounts payable	18 974	17 614
Current provisions	2 995	2 526
Income tax liabilities	915	927
Other current liabilities	22 121	20 197
Total current liabilities	82 910	85 535
Other non-current liabilities	1 730	2 460
Non-current provisions	485	517
Non-current financial liabilities	51 557	58 923
Defined benefit obligation	5 443	5 427
Deferred tax liabilities	11 491	11 524
Total non-current liabilities	70 706	78 851
Total liabilities	153 616	164 386
Share capital	1 204	1 204
Capital reserves	85 378	85 378
Retained earnings/other reserves	74 857	70 036
Total equity attributable to owners of the parent company	161 439	156 618
Non-controlling interests	18 215	18 195
Total equity	179 654	174 813
TOTAL LIABILITIES AND EQUITY	333 270	339 199

Interim Consolidated Cash Flow Statement

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
Group profit/loss before taxes	3 897	-10 874
Depreciation and amortization/impairment ¹	7 413	12 977
Early termination of lease contracts	3	-
Change in defined benefit obligation	46	64
Change in provisions	436	6
Financial income	-11	- 5
Financial expenses	958	764
Net foreign exchange differences	-417	155
Other non-cash items	-39	-243
Cash flow from operations before change in net current assets	12 286	2 844
Decrease (+)/increase (-) in trade accounts receivable	-5 465	2 967
Decrease (+)/increase (-) in inventories	596	-4 678
Decrease (+)/increase (-) in other receivables	588	-4
Increase (+)/decrease (-) in trade accounts payable	222	-3 497
Increase (+)/decrease (-) in other non- financial current liabilities	-713	1 155
Interest paid	-371	-353
Tax paid	-431	-235
Interest received	2	3
Cash flow from operating activities	6 714	-1 798
Investments in property, plant and equipment	-2 270	-4 553
Investments in other non-current assets	-	-1
Sale of property, plant and equipment	8	-
Investments in intangible assets	-288	-291
Net cash flow financial assets	-654	-
Cash flow from investing activities	-3 204	-4 845
Reduction in shareholder loans	-	-9 295
Net cash flow from bank overdrafts	-5 923	-10 088
Repayment of principal amount of lease liabilities	-3 123	-2 746
Repayments/outflows other current financial liabilities	-1 765	-778
Proceeds/inflows other current financial liabilities	-	12 020
Repayments/outflows other non-current liabilities	-4 449	-28
Proceeds/inflows other non-current liabilities	207	5 277
Cash flow from financing activities	-15 053	-5 638
Exchange differences on cash and cash equivalents	57	653
DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS	-11 486	-11 628
Balance of cash and cash equivalents as at 01.01.	66 697	48 845
Balance of cash and cash equivalents as at 30.06.	55 211	37 217

¹ Including an impairment of EUR 4 320 thousand on Lalique brand in 1st semester 2020 (Note 8).

Interim Consolidated Statement of Changes in Equity

IN EUR THOUSANDS	SHARE CAPITAL	CAPITAL RESERVES	TREASURY SHARES	ACCUMU- LATED FOREIGN CURRENCY TRANS- LATION	RETAINED EARNINGS	TOTAL EQUITY OWNER OF PARENT	NON-CON- TROLLING INTERESTS	TOTAL EQUITY
BALANCE AS AT 01.01.2020	1 204	85 378	-551	-82	85 909	171 858	20 322	192 180
Net Group profit/loss	-	-	-	-	-8 628	-8 628	-1 999	-10 627
Foreign currency translation	-	-	-	189	-	189	-1 119	-930
Remeasurement IAS 19 (incl. tax)	-	-	-	-	-52	-52	-	-52
Other comprehensive income	-	-	-	189	-52	137	-1 119	-982
Total comprehensive income	-	-	-	189	-8 680	-8 491	-3 118	-11 609
BALANCE AS AT 30.06.2020	1 204	85 378	-551	107	77 229	163 367	17 204	180 571
BALANCE AS AT 01.01.2021	1 204	85 378	-551	-1 407	71 994	156 618	18 195	174 813
Net Group profit/loss	-	-	-	-	4 189	4 189	-1 066	3 123
Foreign currency translation	-	-	-	545	-	545	1 086	1 631
Remeasurement IAS 19 (incl. tax)	-	-	-	-	85	85	-	85
Other comprehensive income	-	-	-	545	85	630	1 086	1 716
Total comprehensive income	-	-	-	545	4 274	4 819	20	4 839
BALANCE AS AT 30.06.21	1 204	85 378	-551	-862	76 270	161 439	18 215	179 654

Notes to the Interim Consolidated Financial Statements

1. BASIS OF PREPARATION

The Interim Consolidated Financial Statements 2021 for the period ending 30 June 2021 were prepared in accordance with IAS 34 (Interim Financial Reporting) and have been authorized for issue by the board of directors on 13 September 2021.

2. SELECTED ACCOUNTING POLICIES

The accounting principles applied correspond to the Consolidated Financial Statements as of 31 December 2020. The Interim Consolidated Financial Statements 2021 should therefore be read in conjunction with the Consolidated Financial Statements 2020.

The Consolidated Financial Statements of the Lalique Group are prepared in Euros (EUR). Unless otherwise stated, all figures have been rounded to the nearest EUR thousand.

The accounting policies adopted in the preparation of the Interim Consolidated Financial Statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements as of 31 December 2020, except for the adoption of new standards effective as of 1 January 2021.

Impact of the Covid-19 pandemic

Lalique Group's business was visibly affected by the novel coronavirus (Covid-19) pandemic across all the group's Group's segments, particularly in the first half of 2020. In response to the pandemic, one of the Group's top priorities consisted in cutting costs and preserving cash to compensate as far as possible for lost sales, which is reflected in the Group's Interim and Consolidated Financial Statements. In addition, the Group benefited in 2020 as well as in the first half of 2021 from governmental support schemes, such as furlough. In the meanwhile, the business in most segments has recovered well in the first semester of 2021 and the sales increased close to a pre-Covid-19 level.

3. SEASONAL INFLUENCES ON BUSINESS ACTIVITIES

The various segments are subject to seasonal influences, which are offset in the overall analysis. The Ultrasun segment, for example, tends to generate higher revenue in the first half (sales of sunscreen products), in contrast to the Lalique segment, which normally sees an increase in revenue in the second half due to Christmas trade (sales of crystal-glass objects).

4. SCOPE OF CONSOLIDATION

The scope of consolidation of Lalique Group as of 30 June 2021 did not change compared with 31 December 2020.

5. OTHER INCOME

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
Other operating income	1 540	981
Total other operating income	1 540	981

The Group received operating grants from governments of EUR 1 217 thousand (HY1 2020: EUR 602 thousand), which increased the other income during the 1st semester 2021.

6. SALARIES AND WAGES

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
Salaries and wages (incl. bonuses)	9 249	9 149
Social insurance and employee pension/welfare expenses	4 604	4 815
Other personnel costs	158	155
Total personnel costs	14 011	14 119

The Group achieved government grants for furlough of EUR 1 081 thousand (HY1 2020: 1 181 thousand) which reduced salaries and wages during the 1st semester.

7. INVENTORIES

IN EUR THOUSANDS	30.06.21	31.12.20
Components and raw materials	22 570	22 869
Finished goods	54 131	53 713
Advance payments	1 605	1 405
Total inventories	78 306	77 987

Impairments on inventories recognized as expenditure amounted to EUR 528 thousand during the first half-year (HY1) of 2021 (HY1 2020: EUR 358 thousand).

8. INTANGIBLE ASSETS

During the first half of 2021, the group's additions to intangible assets amounted to EUR 408 thousand (HY1 2020: EUR 292 thousand). As in prior year, the largest position relates to investments in new product developments.

Intangible assets with a net book value of EUR 42 thousand were disposed by the Group during the six months ended 30 June 2021 (HY1 2020: EUR 82 thousand) resulting in a net loss on disposal of EUR 37 thousand (HY1 2020: EUR 41 thousand).

Due to the increased economic uncertainty following the Covid-19 pandemic, especially in the retail and luxury business, the Group came to the conclusion that the carrying amount of the Lalique brand may not be recoverable as at 30 June 2020. The Group had recognized an impairment charge of EUR 4 320 thousand on the Lalique brand in the first semester of 2020, reducing the carrying amount to EUR 38 868 thousand. During the first half of 2021, there was no indication that the value in use would be below the carrying value of the Lalique brand and no further impairment was recognized. The carrying amount of Lalique brand as at 30 June 2021 is EUR 38 799 thousand, of which Lalique SA holds EUR 32 376 thousand and Lalique Parfums SA EUR 6 423 thousand respectively CHF 7 040 thousand in local currency:

IN EUR THOUSANDS	LALIQUE BRAND
Carrying value 01.01.2020	43 170
Impairment	-4 320
Exchange differences	18
Carrying value 31.12.2020	38 868
Exchange differences	-69
Carrying value 30.06.2021	38 799

No change in circumstance indicated that the Goodwill (of which GBP 9.6 million are attributed to Glenturret) may not be recoverable. No impairment on Goodwill was recognized as at 30 June 2021:

IN EUR THOUSANDS	GOODWILL
Carrying value 01.01.2020	11 936
Exchange differences	-1 000
Carrying value 31.12.2020	10 936
Exchange differences	572
Carrying value 30.06.2021	11 508

9. PROPERTY, PLANT AND EQUIPMENT

During the first half of 2021, the group's additions to fixed assets amounted to EUR 5 056 thousand (HY1 2020: EUR 4 684 thousand). As in prior year, the largest positions relate to investments mainly in the hospitality infrastructure of Glenturret Limited in Scotland as well as in production and logistic facilities of Lalique Beauty Services SASU in Ury, France and of Lalique SA in Wingen-Sur-Moder, France.

Assets with a net book value of EUR 1 395 thousand were disposed by the Group during the six months ended 30 June 2021 (HY1 2020: EUR 447 thousand) resulting in a net gain on disposal of EUR 6 thousand (HY1 2020: EUR 0 thousand).

10. PROVISIONS

During the first half of 2021, additional provisions of EUR 250 thousand (HY1 2020: EUR 69 thousand) were recognized during the reporting period. The provisions of EUR 187 thousand (HY1 2020: EUR 63 thousand) were released during the first semester.

11. SEGMENT REPORTING

Lalique Group has established itself as a brand builder company with several brands in its portfolio. As such, the financial information reported is allocated and managed on the basis of these brands and cash-generating units. "Lalique", "Ultrasun", "Jaguar" and "Glenturret" reflect the largest brands in terms of revenues, profit and/or total assets. Therefore, these four brands have been identified as reportable segments, which together account for more than 75% of Lalique's revenue.

The non-brand-related holdings and consolidation are presented in a separate reconciling item called "Holding and eliminations". Other brands and business activities have been combined in the residual segment "Other brands" for segment reporting purposes. This residual segment includes Lalique Group's smaller brands (such as Parfums Samouraï, Parfums Grès and Bentley Fragrances) as well as Lalique Group's two perfume service companies (Lalique Beauty Distribution and Lalique Beauty Services), which, despite their names, provide services to all brands and segments.

Segment Reporting for the 1st Semester of 2021

The table below contains information on the revenues, results, assets and liabilities of the Group's business segments.

IN EUR THOUSANDS	LALIQUE	ULTRASUN	JAGUAR	GLEN-TURRET	OTHER BRANDS ¹	HOLDING AND ELIM. ²	GROUP
Revenue and other operating income							
Revenue from contracts with external customers	34 400	9 865	8 685	1 425	8 911	-80	63 206
Revenue from transactions with other segments	280	-	19	20	2 418	-2 737	-
Other operating income	1 247	-	-	137	87	69	1 540
Other operating income with other segments	343	-	-	-	455	- 798	-
Total revenue and other operating income	36 270	9 865	8 704	1 582	11 871	-3 546	64 746
EBIT	2 540	463	1 538	-1 743	1 929	-300	4 427
Financial result							-530
Group profit before taxes							3 897
Income tax expenses							-774
NET GROUP PROFIT							3 123
Assets and liabilities							
Segment assets	182 920	27 830	16 955	63 575	50 982	-8 992	333 270
Segment liabilities	166 700	12 137	5 916	27 206	37 736	-96 079	153 616
Other segment information							
Investments							
Property, plant and equipment ³	2 600	101	3	1 353	999	-	5 056
Intangible assets	19	60	104	70	155	-	408
Depreciation and amortization							
Property, plant and equipment	4 599	156	102	276	903	12	6 048
Intangible assets	141	112	44	104	190	4	595

¹ Revenue and other operating income other brands

Parfums Samourai	2 378
Parfums Grès	1 987
Bentley Fragrances	3 306
Brioni	532
Lalique Beauty Distribution	557
Lalique Beauty Services	4 646
Elimination intercompany other brands	-1 535
Total revenue and other operating income other brands	11 871

² The "Holding + elim." reconciling item covers the holding and management companies, and eliminations. The reconciling item's assets mainly include cash and cash equivalents, long-term receivables of the holding and management companies, and eliminations between the segments. Liabilities mainly comprise current liabilities, loans and eliminations.

³ The Property, plant and equipment investments of other brands include investments in the perfume production facility in Ury of EUR 981 thousand.

Segment Reporting for the 1st Semester of 2020

The table below contains information on the revenues, results, assets and liabilities of the Group's business segments.

IN EUR THOUSANDS	LALIQUE	ULTRASUN	JAGUAR	GLEN-TURRET	OTHER BRANDS ¹	HOLDING AND ELIM. ²	GROUP
Revenue and other operating income							
Revenue from contracts with external customers	23 398	12 451	6 332	326	5 654	-39	48 122
Revenue from transactions with other segments	92	-	5	-	1 481	-1 578	-
Other operating income	802	-	-	-	159	20	981
Other operating income with other segments	304	3	1	-	397	- 705	-
Total revenue and other operating income	24 596	12 454	6 338	326	7 691	-2 302	49 103
EBIT	-10 737	2 030	163	-1 103	-35	-278	-9 960
Financial result							-914
Group loss before taxes							-10 874
Income tax expenses							247
NET GROUP LOSS							-10 627
Assets and liabilities							
Segment assets	184 881	28 004	16 258	54 264	47 337	-8 828	321 916
Segment liabilities	164 916	11 772	7 782	17 143	36 068	-96 336	141 345
Other segment information							
Investments							
Property, plant and equipment ³	2 291	48	-	1 362	933	50	4 684
Intangible assets	23	40	38	50	112	29	292
Depreciation and amortization							
Property, plant and equipment	5 890	207	110	178	875	16	7 276
Intangible assets ⁴	4 489	144	39	35	178	2	4 887

¹ Revenue and other operating income other brands

Parfums Samourai	1 434
Parfums Grès	1 949
Bentley Fragrances	1 263
Lalique Beauty Distribution	383
Lalique Beauty Services	4 053
Parfums Alain Delon	96
Elimination intercompany other brands	-1 487
Total revenue and other operating income other brands	7 691

² The "Holding + elim." reconciling item covers the holding and management companies, and eliminations. The reconciling item's assets mainly include cash and cash equivalents, long-term receivables of the holding and management companies, and eliminations between the segments. Liabilities mainly comprise current liabilities, loans and eliminations.

³ The Property, plant and equipment investments of other brands include investments in the perfume production facility in Ury of EUR 1 016 thousand.

⁴ Including an impairment of EUR 4 320 thousand on Lalique Brand (Note 8).

12. INCOME TAX

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim consolidated statement of profit or loss are:

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020
Current income tax expenses	903	396
Deferred taxes	-129	-644
Total income taxes	774	-248

13. TRANSACTIONS WITH RELATED PARTIES

IN EUR THOUSANDS	30.06.21	30.06.20	TYPE OF TRANSACTION
Liabilities:			
Affiliates under common control	40	2	Château Lafaurie-Peyraguey, purchase of wine and hospitality services
	19	18	Denz Weine, purchase of wine
	-	61	Wermuth Auktionen, purchase of wine
	1	-	Château Faugères, reimbursements
Principal shareholder	-	6	Expenses Silvio Denz
Members of the Board of Directors of Lalique Group SA	7	7	Mont-Blanc resourcing, consulting
	-	109	Ermitage Estate Limited, rent
	-	4	Claudio Denz, purchase of stemware
Receivables:			
Affiliates under common control	6	-	Château Lafaurie-Peyraguey, reimbursements
	21	-	Château Lafaurie-Peyraguey, sale of Lalique products
Principal shareholder	47	-	Silvio Denz, sale of Lalique products

IN EUR THOUSANDS	1 ST SEMESTER 2021	1 ST SEMESTER 2020	TYPE OF TRANSACTION
Proceeds from:			
Affiliates under common control	17	-	Château Lafaurie-Peyraguey, sale of Lalique products
Principal shareholder	14	1	Proceeds from sale of Lalique products
	55	-	Reimbursement private expenses
Expenditure of:			
Affiliates under common control	54	27	Château Lafaurie-Peyraguey, purchase of wine and hospitality services
	26	20	Denz Weine, purchase of wine
	2	2	Vignobles Silvio Denz, purchase of wine
	-	63	Wermuth Autionen, purchase of wine
Principal shareholder	3	6	Expenses Silvio Denz
Members of the Board of Directors of Lalique Group SA	21	38	Mont-Blanc resourcing, consulting
	199	219	Ermitage Estate Limited, rent
	-	4	Claudio Denz, purchase of stemware

Transactions with related parties are settled on an arm's-length basis.

14. DIVIDENDS

In accordance with the motion of the Board of Directors and the resolution passed at the Annual General Meeting held on 28 May 2021 in Zurich, no dividends were paid out.

15. CONTINGENT LIABILITIES AND ASSETS PLEDGED

Contingent liabilities and assets pledged are detailed in the Notes to the Consolidated Financial Statements 2020 (note 29 and 30) and have remained unchanged since then.

16. SUBSEQUENT EVENTS

In July 2021, Lalique Group acquired all of the shares in the Château Lafaurie-Peyraguey hotel and restaurant through its Paris-based subsidiary Lalique SA for a purchase price of EUR 4.4 million. The hotel and restaurant business, which is based in the Bordeaux region and has been operating under the Lalique brand on a licensing basis since 2018, will be fully consolidated in Lalique Group's financial statements as of the second half of 2021.

Contact

Lalique Group SA
Grubenstrasse 18
CH-8045 Zürich
Switzerland
Phone +41 43 499 45 00
Fax +41 43 499 45 01
Investor.relations@lalique-group.com
www.lalique-group.com