

HALF YEAR REPORT

2021

LUXEMPART
GROWING TOGETHER

LUXEMPART

GROWING TOGETHER

TABLE OF CONTENT

WHAT WE STAND FOR	P.2
HIGHLIGHTS SINCE THE BEGINNING OF THE YEAR	P.3
MESSAGE TO OUR SHAREHOLDERS	P.4
KEY FIGURES PER SHARE	P.8
MAIN INVESTMENTS AND EXITS IN 2021	P.8
MANDATORY DISCLOSURES	P.10
FINANCIAL STATEMENTS	P.13

WHAT WE STAND FOR

LUXEMPART is a Luxembourg listed investment company with nearly 30 years of existence, and an estimated net asset value of € 1.9 billion as at 30 June 2021. The core team of 25 professional and support staff is based in Luxembourg and actively covers the target markets of France, Benelux, DACH region and Northern Italy.

Luxempart's investment strategy is built on two pillars:

- **Direct Investments:** minority and majority stakes in mid-sized companies in Continental Europe, either privately held (private equity) or listed.
- **Investment Funds:** indirect investment activity via third-party private equity funds in venture, growth capital and buy-outs, both in Europe and increasingly worldwide.

Luxempart, with its stable shareholders, promotes:

FOR THEIR SHAREHOLDERS

- A resilient and diversified portfolio of growing companies
- A steadily increasing dividend
- A direct access to private equity investments managed by a seasoned team
- An access to top-class private equity funds operating world-wide
- A first class governance of a listed company.

FOR THEIR BUSINESS PARTNERS

- Tailor-made solutions for family businesses and managers
- An entrepreneurial and industrial mindset
- An active support on all major strategic decisions and capital to foster growth initiatives or to resist hard times
- A flexible investment horizon with a true long-term approach, aligned on Luxempart management remuneration scheme, based on long-term value creation
- The ability to help national champions to become truly European and develop worldwide.

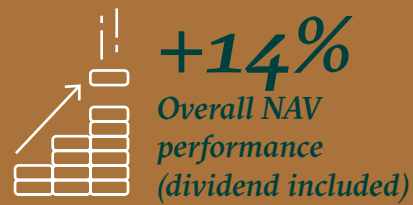
DIRECT INVESTMENTS ARE REALISED ALONG THE FOLLOWING GUIDELINES

- Investment amounts from € 25 to € 100 million (in equity)
- Investment in privately held and listed companies
- No exit pressure with investment horizons well beyond traditional private equity funds
- Supportive, hands-on approach
- No sector focus but affinity for financial services & insurance, telecommunication, security, healthcare and education.

Luxempart shareholders and management believe in value creation through patient involvement and a shared vision with our partners. We foster an ambitious team spirit based on a truly European work environment and empowering team members early on.

Our track record over the last twenty-five years has been positive with a group IRR above 15% and with a regular dividend increase.

HIGHLIGHTS SINCE THE BEGINNING OF THE YEAR



ESG
Distribution of €14m
0.7x of the acquisition cost already repaid



€54M
of new commitments outside of Europe for the Investment Funds activity



- Continued refocus of our listed Direct Investment activity
- Board nominations at SNP
- Increase of our stake in SNP
- Participation in Schaltbau convertible bond issue

Continuously improving results in the portfolio:

77%
of our Companies in Direct Investment improved their EBITDA in the first half of 2021

84%
of our Direct Investment portfolio companies see an increase in their valuation

25%
Investment Funds portfolio increases in value

¹ The total investment and proceeds are composed to the sum of the investments made and proceeds received by Luxempart and all its subsidiaries.

MESSAGE TO OUR SHAREHOLDERS

Dear Shareholders,

A year ago, we wrote to you in very uncertain times with the key message that we believe that Luxempart has very solid foundations to weather out the storm we were navigating through. We also told you that times of crisis contained opportunities that awaited to be seized, especially by companies that were able to envisage their future based on a clear strategy and a very solid investment portfolio.

In April this year, we were happy to announce that Luxempart had manoeuvred through the rough waters with a portfolio that comes out of the crisis rather unscathed. Please remember that despite the economic environment, 2020 allowed Luxempart to show a global return for our Shareholders (dividend included) of 10%.

In the first half of 2021, we have seen an overall improvement in the economic environment based on improved sanitary conditions, a very intensive and successful vaccination campaign, and very sound business decisions taken by the managers of our portfolio companies.

As such, we are proud to share with you our half year results which show an improvement in our Net Asset Value of 12%, which, in addition to a dividend payment of € 32m, brings the total Shareholder Return to 14.0%. Our Net Asset Value as of June 30, 2021, stands at € 1,908m. Such performance slightly outperforms the evolution of the MSCI Europe Mid Cap Net Return which increased over the first six months of 2021 by 13.5%.

As a reminder, your Company strives to invest its shareholder funds in companies based on a two-pillar strategy:

- **Direct Investments**, focusing on private or public companies where Luxempart can take a positive influence on value creation over the long-term. Our focus is to invest an average of € 50m and up to € 100m per transaction to support dynamic and profitable companies with a long-term investment horizon, exceeding 7-10 years.
- **Investment Funds**, that deploy an indirect investment approach by investing in outperforming third-party Private Equity Funds. According to our revised strategy, the Investment Funds activity serves as a means of diversification in complement to our Direct Investments. As such, it deploys between € 75m to € 100m per annum world-wide, with a special focus on geographical diversification (investments now mainly in North America and Asia) and on various stages of maturity (venture, growth and buy-out investments so far).

INVESTMENT ACTIVITY

This change in strategy, initiated in 2020, continues to be pursued in 2021 and shows promising results:

- Luxempart has closed in late January its investment in **Sogetrel**, a leading French player in the design and build up of telecommunication networks, as well as fast-growing associated services in terms of security and smart city solutions. Since our investment, Sogetrel has completed two add-on acquisitions, funded by the group's own cashflow, allowing it to accelerate in the targeted strategy.
- In March, your Company has decided to subscribe to the € 60m mandatory convertible bond issued by **Schaltbau**, one of our listed portfolio companies, in order to finance its development targets in its industrial footprint. Luxempart has taken slightly more than its pro-rata share, investing € 12m, allowing us to increase our stake in Schaltbau to ca. 12.0% on a fully diluted base. Schaltbau is subject to a public tender offer initiated by Funds managed by the Carlyle Group. Please refer to the post-closing section hereafter.
- In May, Luxempart has, together with IK Investment Funds, joined Eurazeo and Amundi as a minority shareholder in **iM Global Partners** ("iMGP"), a very promising and fast-growing distribution platform for top-performing entrepreneurial asset managers. Luxempart has invested € 26m in this first step, in order to hold ca. 7% of iMGP. Since the completion of this investment, iMGP has made two add-on investments in US asset managers, further cementing its expansive development strategy. These add-on investments were mostly financed with third-party debt, but also required additional shareholder funds. Luxempart has increased its investment by € 1m by June 30 (for the acquisition of Litman Gregory), and has agreed to invest another € 3m before September 2021 (for the acquisition of RBA, as well as a third target that is under exclusivity). These additional investments will slightly increase the ownership stake of Luxempart in iMGP.

• In June, Luxempart has invested €11m alongside the Armira team in **PflegeButler**, a leading operator and provider of integrated senior care in the Lower Saxony region. The investment done by way of capital increase has supported the most recent acquisition giving access to two additional regions and allowing to double group sales. PflegeButler operates 21 facilities: 17 for assisted living with integrated day care, 2 in-patient nursing homes and 2 housing groups for out-patient intensive care.

• Our **Investment Funds activity** has taken on four new commitments for a total amount of € 54m, to be deployed in the USA in Asia, and on a global level. Total investments in the activity amounted to € 39m in the first half of 2021, while the activity generated distributions of € 20m.

EXITS OF THE PERIOD

In addition to this sustained investment activity, your Company was able to generate proceeds and capital gains from several total or partial sales processes, in line with the streamlining of the portfolio that we have announced over the last year:

- We have proceeded to sales in our listed portfolio, namely in **TCM, SES, Kaufmann & Broad** and **RTL**. Total proceeds from these sales amount to € 50m.
- In April, we sold our indirect stake in Belgium-based **NMC** to its majority shareholder, realising an IRR of 15%.
- In June, Luxempart signed the sale of its indirect stake in **Baobab Collection** to the Belgian investor Baltisse, realising a significant capital gain with an IRR above 50%.

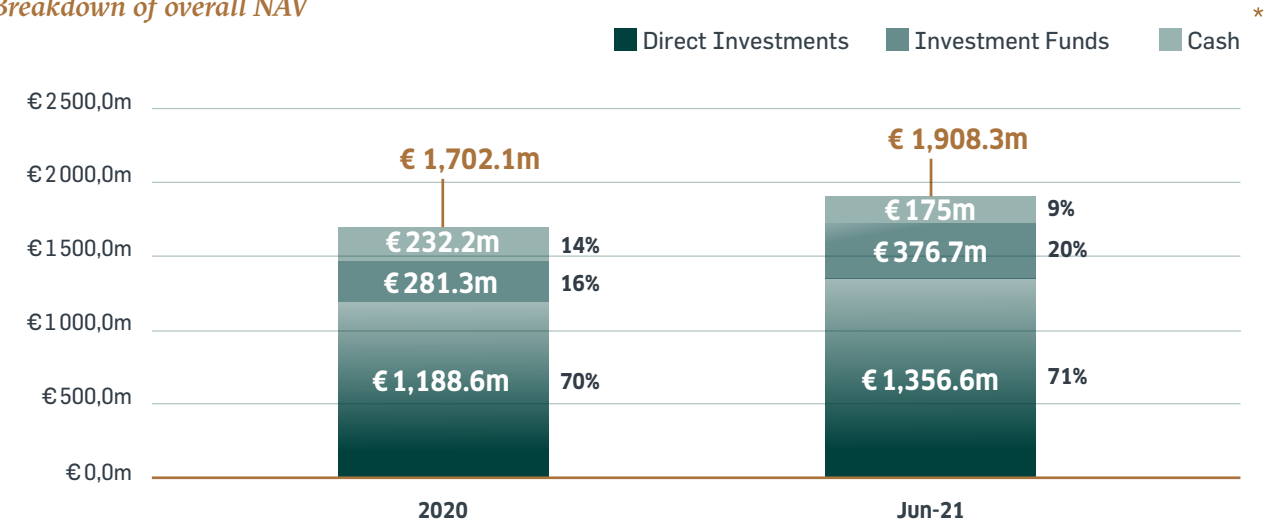
· Eventually, our portfolio company **ESG Elektroniksystem und Logistik GmbH** sold its mobility division to Cognizant. While retaining a portion of the proceeds to further develop the remaining business units, ESG proceeded in July to a distribution of € 14m to Luxempart, allowing us (in addition to previous distributions) to recover a major part of our investment cost. Luxempart remains a 28% shareholder in the business that shows very promising perspectives in its core business of electronic security systems. Indeed, ESG focuses on becoming a leading technology and innovation partner for the public sector and public authorities in the areas of security and defence. This shall be achieved by both further organic growth as well as targeted investments in highly innovative technologies, new solutions and products.

All these exits allowed us to realise internal rates of return in line if not well above our 12-15% long term target.

PORTFOLIO BREAKDOWN

As of June 30, 2021, our portfolio is broken down as follows:

Breakdown of overall NAV

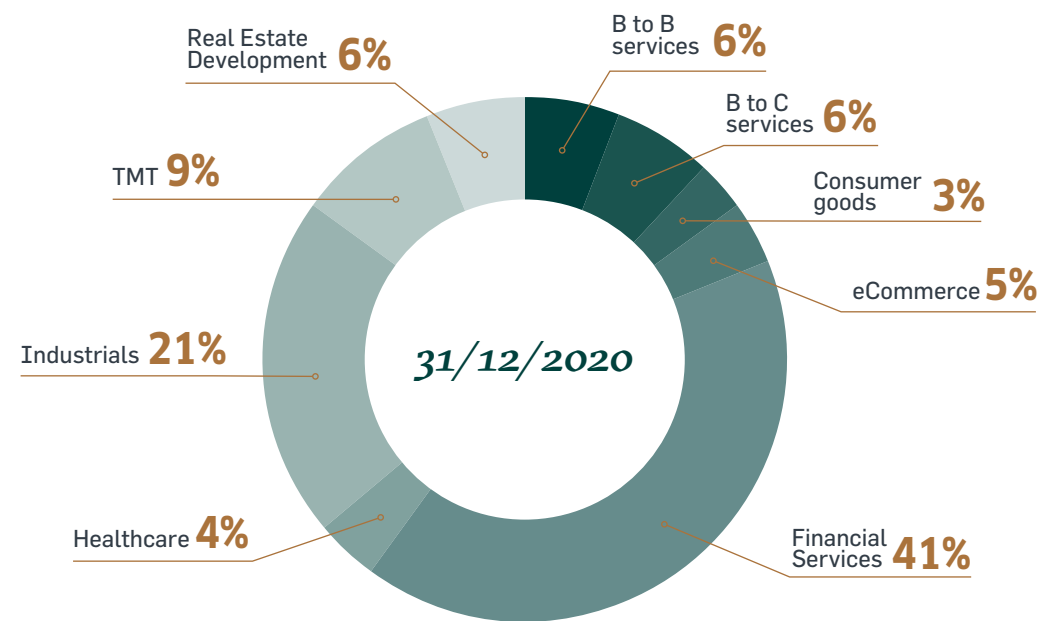
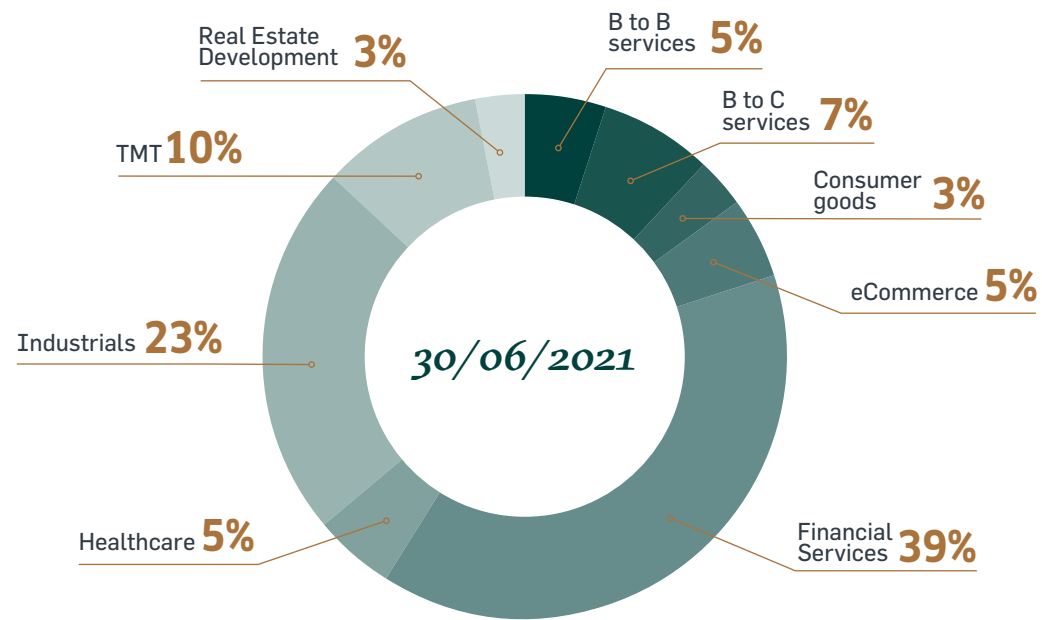


* The "Cash and other net assets" of the Group is composed of the sum of the cash accounts and bank deposits, as well as other assets and liabilities that are not part of the investment portfolio of Luxempart and its subsidiaries (look through). It differs from the "Cash and cash equivalents" in the IFRS financial statements, which are only composed of the current accounts of Luxempart and its subsidiaries that provide investment-related services (management companies).

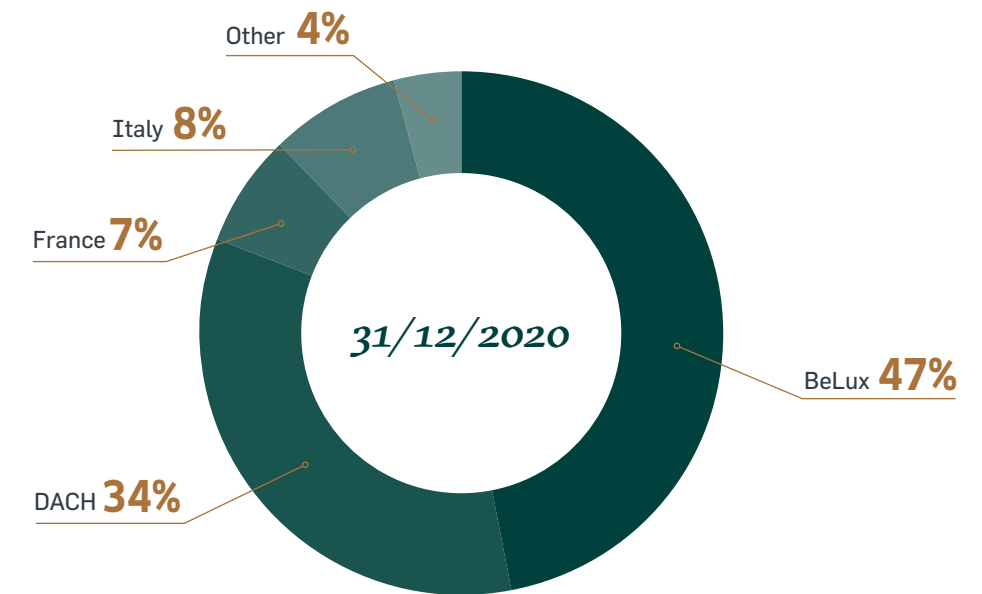
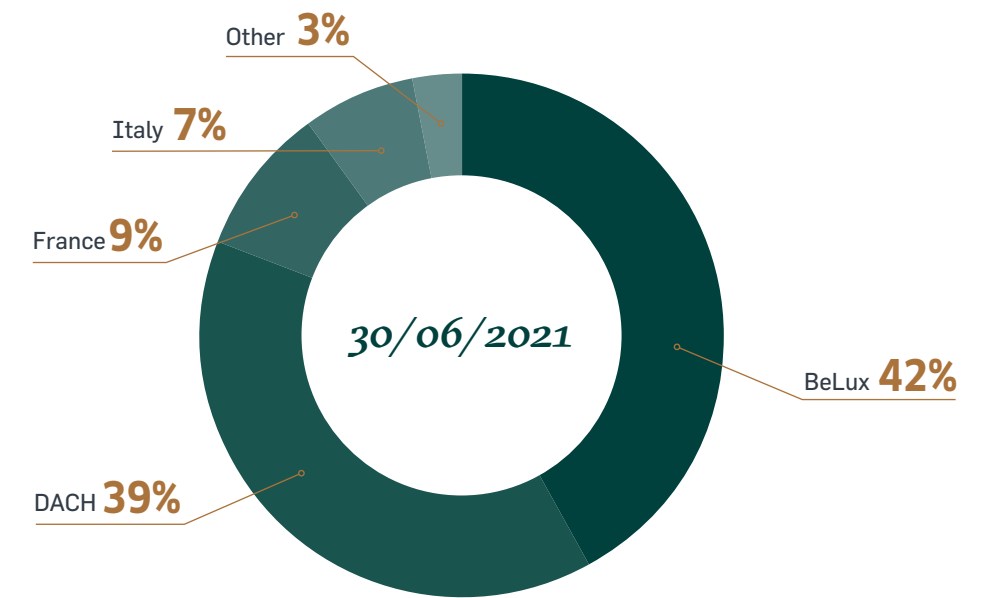
DIRECT INVESTMENT BREAKDOWN

Our Direct Investments portfolio is composed of 22.7% of listed lines and 77.3% in unlisted investments. The portfolio can be broken down as follows in terms of geography and industrial sector:

Breakdown of NAV Direct Investments



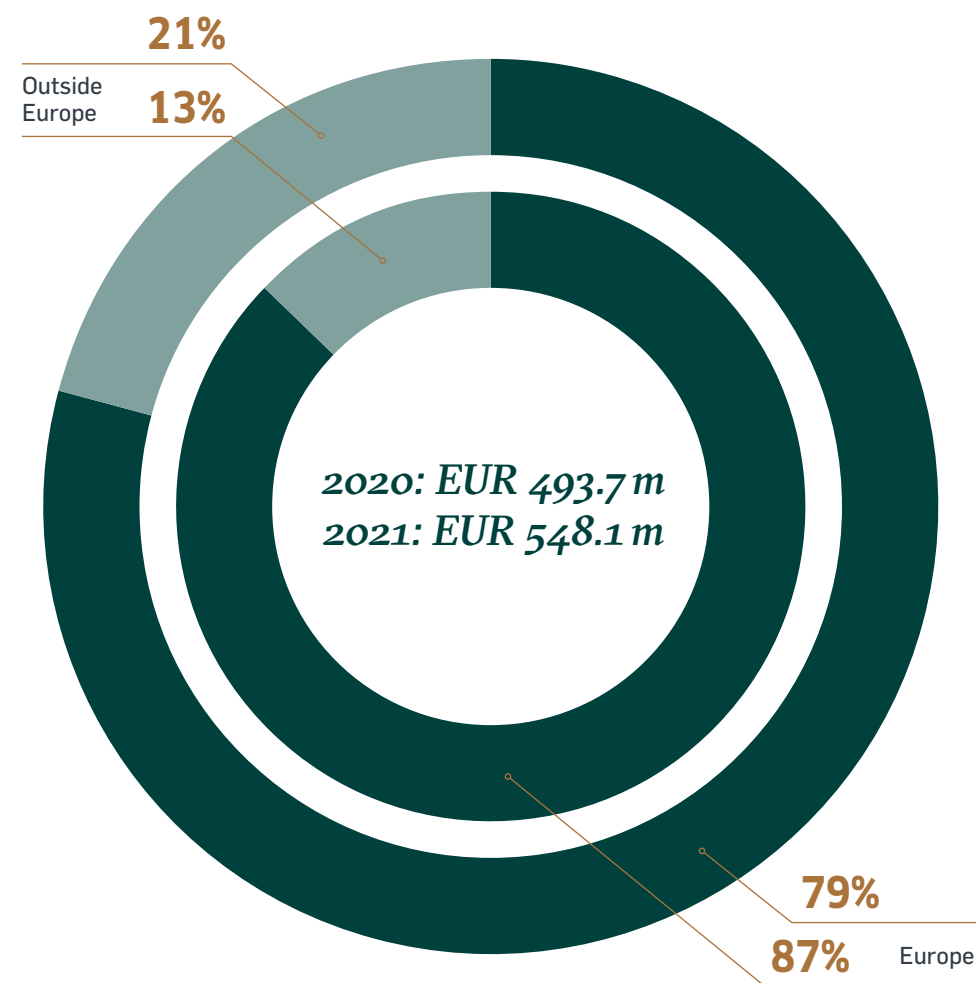
*Breakdown of Direct Investments by Geography**



* by head office

INVESTMENT FUNDS BREAKDOWN

Our Investment Funds total commitments (called and uncalled) can be broken down as follows as of June 2021:



MAIN EVENTS SINCE 30 JUNE 2021

Since 30 June 2021, Luxempart has several important elements to announce:

- On July 14 and 15, Luxembourg, Belgium and Western Germany were heavily hit by floods stemming from unusually heavy rainfall. Despite significant damage, our portfolio company **Foyer** was able to cover these damages incurred by many of its clients thanks to its very strong reserves, as well as adequate re-insurance policies. The financial impact of this natural catastrophe is not expected, at this stage, to have a material adverse effect on Foyer Group.

- On July 20, our 32.7% stake in the German front loader producer **Stoll** was sold to a strategic buyer for total proceeds of around €18m resulting in a money multiple on this investment above 5x.

- On August 7, funds advised by the Carlyle Group announced that they have signed an investment agreement with **Schaltbau Holding AG**, aiming at supporting its strategy and future growth. Carlyle announced that they plan to launch a voluntary public tender offer in the weeks following this announcement. Luxempart, as leader in the Acting in Concert that is a main shareholder in the Group, has irrevocably committed to tendering its shares. Total proceeds from this tender offer would amount to € 70m, representing a further € 22m capital gain compared to the actual value of Schaltbau in our Net Asset Value as of June 2021. The tender has to receive regulatory approval whereas the condition to have a minimum threshold of shareholders tendering their shares does not apply, as already more than 67% of shareholders have undertaken to do so.

- On August 13, the US Private Equity fund Hellman & Friedman announced to launch a voluntary public takeover offer on all the shares of **Zooplus** at a price of € 390 per share in cash. Zooplus' Management Board and Supervisory Board welcome the long-term Strategic Partnership and support the offer. The offer price represents a premium of nearly 40% compared to the latest share price before the offer announcement. The bidder secured irrevocable tender commitments for approximately 17 percent of Zooplus' share capital, including a portion of the shares held by Luxempart. Total proceeds from this tender offer would amount to €93m,

representing a further € 28m capital gain compared to the value of Zooplus in our Net Asset Value as of June 2021. The condition for the tender offer to be realised depends on reaching a threshold of at least 50% plus one of the total shares.

- Both tender offers of Schaltbau and Zooplus, were they to realise, would have a positive impact of € 2.46 on the estimated NAV per share. Both tender offers need now further preparation and, in several weeks, the shareholders can tender their shares during the acceptance period.

SUSTAINABLE DEVELOPMENT

Luxempart's main stakeholders are strongly attached to Environmental, Social and Governance aspects. We believe that ESG is a megatrend driven by societal changes. This shift toward ESG will imply new risks that need to be addressed, such as extreme weather conditions or new environmental laws that will impact the business – and the value - of our portfolio companies. But it will also bring new opportunities to be seized because of the growing correlation between ESG and financial results.

For these reasons, we have launched an in-depth study, with results expected before year-end, as to how Luxempart is going to onboard ESG criteria into its strategy and operations in order to foster our sustainable development as well as of our portfolio companies. We are highly committed to this project which involves the team, the Executive Committee, but also the Board of Directors and our main stakeholders.

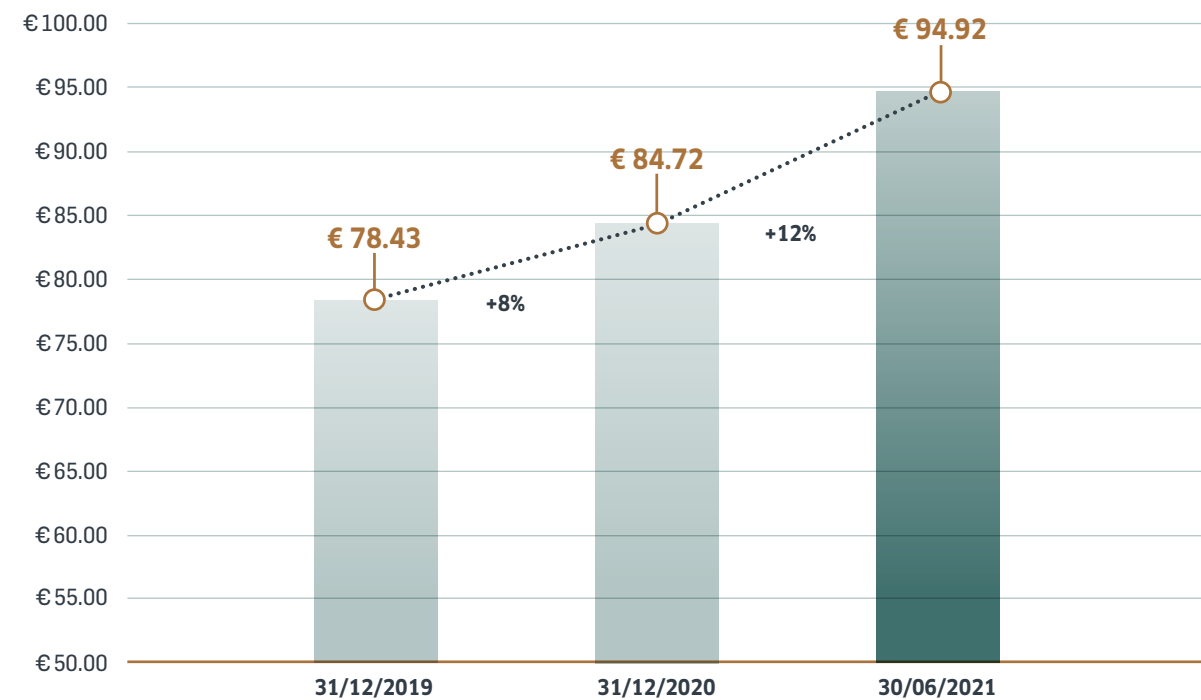
OUTLOOK

We believe that the overall outlook for our activity remains positive in the months and years to come. We will continue to deliver the strategy that we have decided to implement in order to maintain sustainable and continuous growth in our Shareholder Return. We hope that the results published hereafter will convince you that Luxempart is well-positioned to continue investing your Company's net assets soundly and efficiently.

John Penning Olaf Kordes

KEY FIGURES PER SHARE

Net Asset Value per share



MAIN INVESTMENTS AND EXITS IN 2021



Luxempart stake: 10.9%
 Luxempart investment: initially
 € 25m + € 15m investment agreed
 Sales 2020: € 760m

HELPING AN OUTSTANDING MANAGEMENT TEAM GAIN STABILITY AND SUPPORT INTERNATIONAL EXPANSION

- Sogetrel is a leading French player in the design, building and maintenance of telecom networks
- In addition to this activity, and based on its core competencies, it has diversified in fast-growing service segments centred on electronic security and "smart city" initiatives.

INVESTMENT THESIS

- Strong past growth due to roll-out of fibre optic networks
- Future growth to come from 5G mobile networks
- Significant growth perspectives in diversifications with important commercial synergies
- Potential for internationalisation through buy-and-build
- Unlock "entrepreneurial motivation" of the management team that is now majority shareholder in the business.



Luxempart stake: 7.0%
 Luxempart investment: initially ca. € 25m + additional investment for add-ons (ca. € 2m already deployed)
 AuM July 2021: ca. \$ 35 bn

JOIN TWO OUTSTANDING INVESTORS IN A GLOBAL, FAST-GROWING FINANCIAL SERVICES COMPANY

- iMGP is a global distribution platform for top-performing asset management products. It selects entrepreneurial asset managers and invests in them through minority stakes
- Then it distributes them on its own platform and increases their revenues by adding Assets Under Management.

INVESTMENT THESIS

- Asset Management follows secular growth trends (ageing population, financing of retirement models)
- iMGP has a strongly differentiating business model, fostered by Eurazeo and Amundi
- Allows to enter into symbiotic relationship: iMGP increases Assets Under Management of its partner through distribution capacities and the partner increases iMGP's top performing product range
- Target to attract 6-10 partners over the coming 5 years and deploy additional capital.



Luxempart stake: > 10 % (direct and indirect)
Investment (direct and indirect): € 17.5m
Sales 2020: € 25.6m

PFLEGEButLER, INVESTING IN THE NATIONWIDE ROLL-OUT OF A LEADING REGIONAL CARE OPERATOR IN GERMANY

- PflegeButler is a leading regional ambulatory care operator offering an innovative alternative care-model consisting of service living and ambulatory day-care, all under the same roof
- The model combines high-quality service preserving self-determined life and highest quality of care normally offered only in nursing homes.

INVESTMENT THESIS

- Grow organically by opening new homes
- Acquire and integrate another competitor and roll-out PflegeButler business model
- Succeed a nationwide roll-out in Germany.



Realised IRR > 50%

AN ICONIC LUXURY BRAND - AT THE CROSSROADS OF INTERIOR DESIGN AND LUXURY FRAGRANCES

- Baobab Collection designs, manufactures and distributes scented candles and home perfumes. It operates four flagship stores in Europe and is distributed in most exclusive luxury department stores in Europe and in the US
- In June, Indufin Capital Partners (a 50% subsidiary of Luxempart) sold its stake to Belgian family office Baltisse, that will further internationalise Baobab.

INVESTMENT THESIS AND ACHIEVEMENTS

- Affordable luxury goods with unique design, surfing on the "cocooning" trend
- Strong sales growth due to unique design capabilities
- Strong partnership with management helped achieving tremendous growth (sales multiplied by more than 4 in 5 years)
- Industrial investment in manufacturing capacities in Europe
- Roll-out of distribution network in Europe and USA with Asia as next target.



Realised IRR of 15%

SALE OF NMC, A LEADING PRODUCER OF SYNTHETIC FOAMS

- NMC is a leading and growth-oriented international Company specialised in synthetic foams
- Headquartered in Belgium, the production sites are also located in Germany, Poland and Russia.

INVESTMENT THESIS

- Leading market position in synthetic foam extrusion with more than 70 years of experience
- Expansion into new geographies and conclusion of new partnerships
- Strengthen balance sheet and improve margins.



Investment multiple: 5.5 X

SALE OF STOLL, A WORLDWIDE LEADING PRODUCER OF TRACTOR FRONT LOADERS

- Stoll is a leading producer of pallet forks, shovels and other gripping elements installed on tractors with production sites in Germany, Poland and the US.

INVESTMENT THESIS

- Expand into the US
- Modernise production and establish new production sites outside Germany
- Grow sales and improve margins.

MANDATORY DISCLOSURES

Luxempart faces **specific risks** due to the nature of its activities. Each of its investments is exposed to particular risks, mainly due to the business, location, regulation, customer's base and strategy decisions. Luxempart implements governance rules and closely liaises with the management of the major portfolio investments to mitigate the risk factors.

A major risk of Luxempart on all levels of the group is the market risk. All our assets are impacted by the evolution of financial markets and macroeconomic indicators (stock markets, comparable transactions of peer companies, valuation multiples, interest ratios...).

The liquidity risk is limited for Luxempart, as the Company is not an investment fund submitted to exit constraints. Our Group is a patient investor who is not driven by the financial markets and its volatility cycles. Our investment teams and our Audit, Risk and Compliance Committee closely follow the evaluation of the portfolio investments. Investment and divestment decisions depend more on specific company analysis than financial market or fund investment cycles.

The financial risks (market, interest rate, foreign exchange, credit and liquidity risk) are disclosed in the note 25 of the Consolidated Financial Statements as of 31 December 2020. The Group management risk system is described in more detail in the same note. There has been no significant change in the financial risks of the Group since 31 December 2020.

As at 30 June 2021, Luxempart holds a total of **594,959 own shares** which corresponds to 2.8% of the issued share capital for a book value of € 17m.

The **Board of Directors' responsibilities** are determined by law. In that regard, it is responsible for the true and fair preparation and presentation of the annual and half-year interim financial statements in accordance with European directives, as transposed into Luxembourg law. The Board of Directors considers that it has fully complied with these obligations.

Pursuant to **the Law of 11 January 2008** regarding **transparency obligations** relating to information on issuers whose transferable securities are admitted for trading on a regulated market, we hereby declare that, to our knowledge, the interim financial statements prepared in accordance with the applicable body of accounting standards provide a true and fair view of the Group's assets and liabilities, financial position, and profits and losses, and that the consolidated management report accurately reflects the firm's development and results, and the Group's financial position.

MAIN PORTFOLIO LINES

representing 49%
of Net Asset Value



ASSMANN

50.0 % Percentage of interest

Registered Office
Lüdenscheid, Germany



Business Sector
IT, Technology Hardware
& Equipment

MARLINK
Connect smarter. Anywhere.

<5 % Percentage of interest

Registered Office
Paris, France



Business Sector
TMT

ATENOR
ACTING FOR CITIES

10.6 % Percentage of interest

Registered Office
La Hulpe, Belgium



Business Sector
Real estate development

SCHALTBAU
HOLDING

12 % Percentage of interest on a fully diluted basis

Registered Office
Munich, Germany



Business Sector
Transportation technology

eduPRO
group

60.0 % Percentage of interest

Registered Office
Vienna, Austria



Business Sector
Education

SNP

9 % Percentage of interest

Registered Office
Heidelberg, Germany



Business Sector
IT Software & Services

enoplastic | Sparflex

18.6 % Percentage of interest

Registered Office
Bodio Lomnago, Italy



Business Sector
Wine closures

SÜSS MicroTec

8 % Percentage of interest

Registered Office
Garching/Munich, Germany



Sector:
TMT

Foyer

31 % Percentage of interest

Registered Office
Leudelange, Luxembourg



Business Sector
Insurance &
wealth management

zooplus

3.3 % Percentage of interest

Registered Office
Munich, Germany



Business Sector
Online retailing

CONSOLIDATED FINANCIAL STATEMENTS

To the Board of Directors of
Luxempart S.A.
12, rue Léon Laval
L-3372 Leudelange

**REPORT OF THE REVISEUR D'ENTREPRISES AGREE
ON REVIEW OF INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim consolidated statement of financial position of Luxempart S.A. as at 30 June 2021, the condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the 6-month period then ended, and notes to the interim financial information ("the condensed consolidated interim financial information"). The Board of Directors is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information as at 30 June 2021 is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

Luxembourg, 27 August 2021

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé

Thierry Ravasio

Partner

CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDING 30 JUNE 2021

in thousands of €	Notes	30/06/2021	30/06/2020
Investments activities			
Dividends received	3	27,251	8,834
Net gains / (losses) on financial assets	3,4	215,462	-105,892
Profit on investments activities		242,713	-97,058
Ordinary activities			
Services / recovery of services		859	878
Staff costs		-2,009	-1,785
Operating expenses		-3,076	-3,145
Depreciation and amortisation of non-current assets		-57	-60
Profit on ordinary activities		-4,283	-4,112
Operating income		238,430	-101,170
Financial income		217	597
Financial expenses		-119	-217
Profit before tax		238,528	-100,790
Tax current		-22	-25
Profit for the period		238,506	-100,815
Attributable to the owners of the Company		238,506	-100,815
Earnings per share attributable to the owners of the Company			
Weighted average number of shares		20,096,676	20,080,305
Earnings per share - attributable to the owners of the Company (in €)		11.87	-5.02

The notes form an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDING 30 JUNE 2021

in thousands of €	Notes	30/06/2021	30/06/2020
Consolidated profit for the period		238,506	-100,815
Items that could be reclassified subsequently to profit or loss :		-	-
Total comprehensive income		238,506	-100,815
Attributable to the owners of the Company		238,506	-100,815
Comprehensive income attributable to the owners of the Company			
Weighted average number of shares		20,096,676	20,080,305
Comprehensive income per share attributable to the owners of the Company (in €)		11.87	-5.02

The notes form an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

in thousands of €	Notes	30/06/2021	31/12/2020
Non-current assets			
Intangible and tangible fixed assets		340	381
Financial assets at fair value through profit and loss	4	1,833,077	1,599,666
Loans and receivables		62	62
Total non-current assets		1,833,479	1,600,109
Current assets			
Loans and receivables		19,344	5,212
Bank deposits		55,000	85,000
Cash and cash equivalents		39,027	38,978
Total current assets		113,371	129,190
Total assets		1,946,850	1,729,299

The notes form an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

in thousands of €	Notes	30/06/2021	31/12/2020
Equity attributable to the owners of the Company			
Capital and share premium	5	66,860	66,860
Reserves		1,602,908	1,478,509
Profit for the period attributable to the owners of the Company		238,506	156,695
Total equity attributable to the owners of the Company		1,908,274	1,702,064
Total equity		1,908,274	1,702,064
Non-current liabilities			
Non-current provisions		3,209	3,308
Loans and borrowings	7	18,913	19,169
Total non-current liabilities		22,122	22,477
Current liabilities			
Trade and other payables		1,453	4,758
Loans and borrowings	7	15,001	-
Total current liabilities		16,454	4,758
Total liabilities		38,576	27,235
Total equity and liabilities		1,946,850	1,729,299

The notes form an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDING 30 JUNE 2021

in thousands of €	Notes	30/06/2021	30/06/2020
Profit for the period		238,506	-100,815
Adjustments for :			
Depreciation and amortisation of non-current assets		57	-2
Net gains / (losses) on financial assets	4	-215,462	105,892
		23,101	5,075
Acquisition of financial assets	4	-107,552	-98,679
Disposal of financial assets	4	89,603	108,344
Net change in loans and receivables		-14,132	-262
Net change in borrowings and debts		-3,404	-2,746
Bank borrowing	7	14,745	2,821
Other changes		-4	59
Net cash flows from operating activities		2,357	14,612
Including :			
<i>Taxes paid</i>		-143	-23
<i>Interest paid</i>		-76	-88
<i>Interest received</i>		-	14
Acquisitions / disposals of tangible and intangible assets		-16	-30
Net cash flows from investing activities		-16	-30
Transfer from / (to) deposits accounts		30 000	5,000
Disposals / acquisitions of own shares	5	-124	221
Dividends paid	6	-32,168	-29,725
Net cash flows from financing activities		-2,292	-24,504
Net increase/ (decrease) in cash		49	-9,922
Cash at the beginning of the year		38,978	51,365
Cash at the end of the period		39,027	41,443
Net increase / (decrease) in cash		49	-9,922

The notes form an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDING 30 JUNE 2021

in thousands of €	Notes	Capital and Share premium	Own shares	Legal Reserve	Other reserves	Profit for the period	Attributable to owners of the Company
Equity at 31/12/2019		66,860	-17,218	5,989	1,311,600	207,449	1,574,680
Dividends paid by the Company	6	-	-	-	-29,725	-	-29,725
Allocation of profit		-	-	-	207,449	-207,449	-
Legal reserve reduction		-	-	-814	814	-	-
Operations on own shares		-	221	-	55	-	276
Comprehensive income for the period		-	-	-	-	-100,815	-100,815
Equity at 30/06/2020		66,860	-16,997	5,175	1,490,193	-100,815	1,444,417
in thousands of €	Notes	Capital and Share premium	Own shares	Legal Reserve	Other reserves	Profit for the period	Attributable to owners of the Company
Equity at 31/12/2020		66,860	-16,838	5,175	1,490,172	156,695	1,702,064
Dividends paid by the Company	6	-	-	-	-32,168	-	-32,168
Allocation of profit		-	-	-	156,695	-156,695	-
Operations on own shares		-	-252	-	124	-	-128
Comprehensive income for the period		-	-	-	-	238,506	238,506
Equity at 30/06/2021		66,860	-17,090	5,175	1,614,823	238,506	1,908,274

The notes form an integral part of these interim consolidated financial statements.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS AS AT 30 JUNE 2021

NOTE 1 - GENERAL INFORMATION

Luxempart S.A. ("the Company" or "Luxempart") is an investment company whose registered office is located at 12, rue Léon Laval, L-3372 in Leudelange. The Company was founded on 25 April 1988, under the name BIL Participations. The General Meeting of the shareholders of 15 September 1992 decided to change the Company's name to Luxempart S.A. The condensed interim consolidated financial statements as at and for the first 6 months ending on 30 June 2021 incorporate the financial statements of the Company and its subsidiaries ("the Group"). The Company is listed on the Luxembourg Stock Exchange and registered on the trade register under no. B27846.

Luxempart is primarily active in Luxembourg, Belgium, France, Italy and Germany. It actively manages a portfolio of listed and non-listed companies.

The publication of Luxempart's interim consolidated financial statements as at 30 June 2021 was authorised by the Company's Board of Directors on 27 August 2021.

NOTE 2 - CONSOLIDATION PRINCIPLES, VALUATION RULES AND ACCOUNTING STANDARDS

DECLARATION OF CONFORMITY

The interim consolidated financial statements of Luxempart and its subsidiaries as at 30 June 2021 have been prepared in compliance with IAS 34 Interim financial reporting. Since they are condensed financial statements, they do not include all the information required for a complete set of financial statements prepared with IFRS and should be read in conjunction with the Group's consolidated financial statements as at and for the year ended 31 December 2020.

However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last financial statements.

The majority of dividends from investments is received during the first half of 2021. The Group's other activities and results are not significantly seasonal or cyclical in nature.

SIGNIFICANT MANAGEMENT JUDGEMENTS

In preparing these interim financial statements, as an investment entity, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

FRAMEWORK FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

The interim consolidated financial statements are presented in thousands of euros (€). The functional and presentational currency is the euro (€).

The principles, methods and assessment and consolidation techniques used in preparing these interim consolidated financial statements are identical to those used by the Group in preparing its consolidated financial statements as at 31 December 2020.

Accounting principles and policies are applied consistently and continuously within the Group.

NOTE 3 - SEGMENT INFORMATION

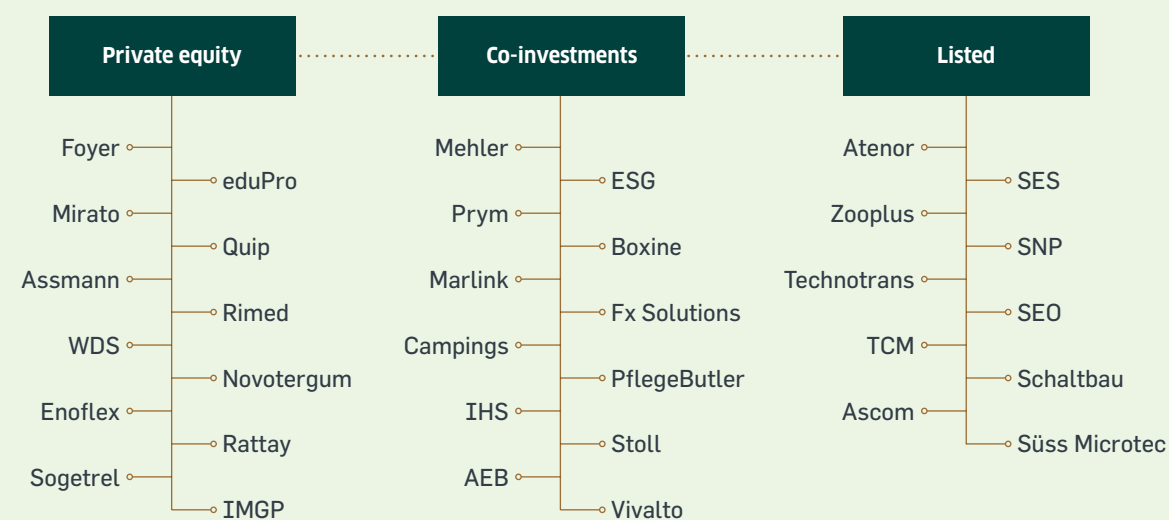
The activities of Luxempart are developed under two segments:

- The "direct investments" that consists in taking direct participations in companies in the target geographical regions, which primarily consist of the Belux Region, France, Germany and Italy.
- The "investment funds" that consists in the taking commitments in investment funds mainly active in private equity and venture capital.

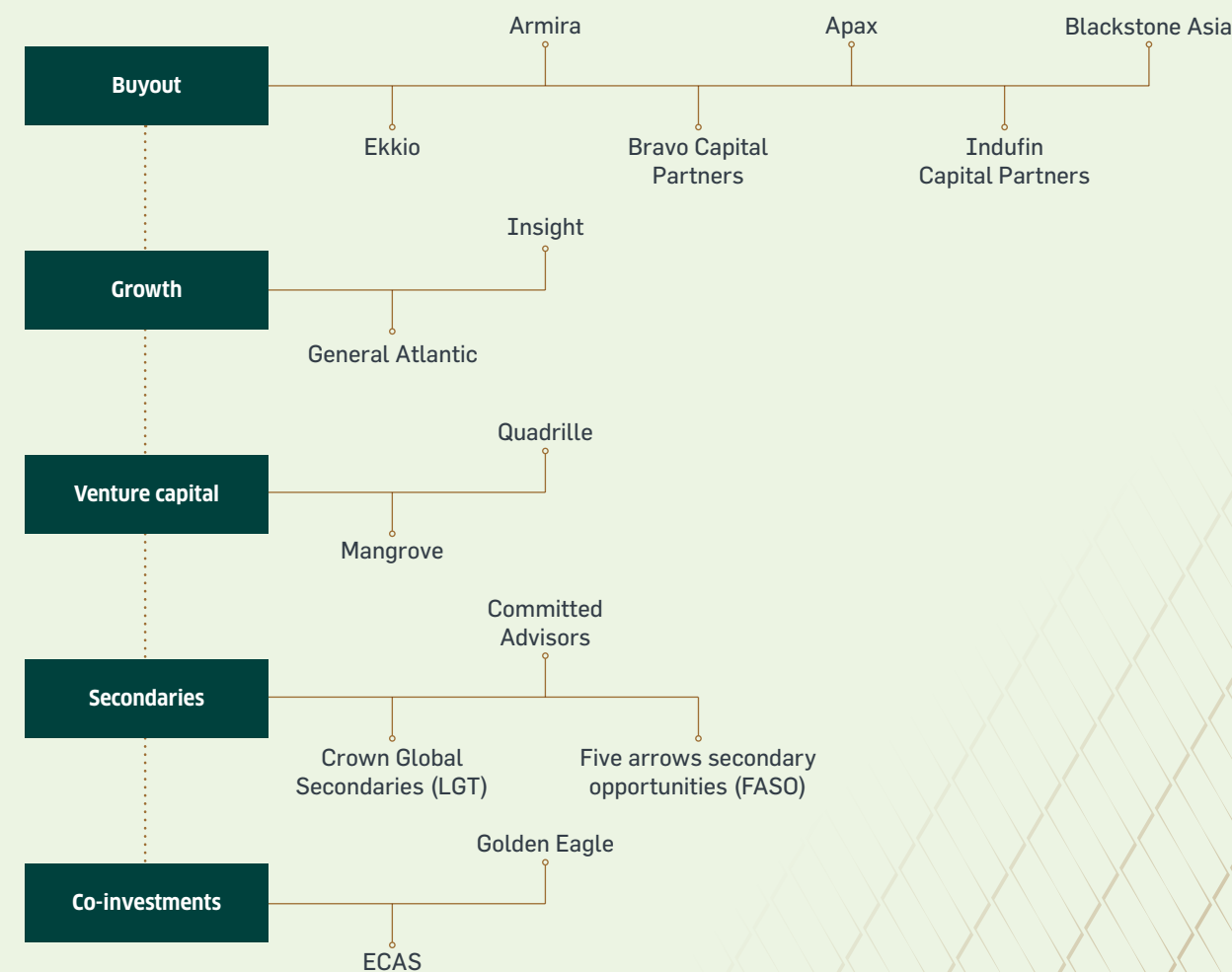
A geographical segmentation is considered not relevant for Luxempart.

Group chart as at 30 June 2021

DIRECT INVESTMENTS



INVESTMENT FUNDS



SEGMENTATION INFORMATION PROFIT OR LOSS

in thousands of €	Direct investments	Investment funds	Others(*)	30/06/2020
investments activities				
Dividends received	8,834	-	-	8,834
Net gains / (losses) on financial assets	-85,459	-20,349	-84	-105,892
Profit on investments activities	-76,625	-20,349	-84	-97,058
Ordinary activities				
Services / recovery of services	-	-	878	878
Staff costs	-	-	-1,785	-1,785
Operating expenses	-	-	-3,145	-3,145
Depreciation and amortisation of non-current assets	-	-	-60	-60
Profit on ordinary activities	-	-	-4,112	-4,112
Operating income	-76,625	-20,349	-4,196	-101,170
Financial income	-	-	597	597
Financial expenses	-	-	-217	-217
Profit before tax	-76,625	-20,349	-3,816	-100,790
Tax current	-	-	-25	-25
Profit for the period	-76,625	-20,349	-3,841	-100,815

in thousands of €	Direct investments	Investment funds	Others(*)	30/06/2021
investments activities				
Dividends received	27,207	44	-	27,251
Net gains / (losses) on financial assets	135,748	70,614	9,100	215,462
Profit on investments activities	162,955	70,658	9,100	242,713
Ordinary activities				
Services / recovery of services	-	-	859	859
Staff costs	-	-	-2,009	-2,009
Operating expenses	-	-	-3,076	-3,076
Depreciation and amortisation of non-current assets	-	-	-57	-57
Profit on ordinary activities	-	-	-4,283	-4,283
Operating income	162,955	70,658	4,817	238,430
Financial income	-	-	217	217
Financial expenses	-	-	-119	-119
Profit before tax	162,955	70,658	4,915	238,528
Tax current	-	-	-22	-22
Profit for the period	162,955	70,658	4,893	238,506

(*) All assets, liabilities, income and expenses that are not allocated to a segment. The "Others" segment also comprises the Capital at Work and Deutsche Bank bonds portfolios (previously classified as "Investment funds").

ASSETS

in thousands of €	Direct investments	Investment funds	Others(*)	31/12/2020
Non-current assets				
Intangible and tangible fixed assets	-	-	381	381
Financial assets at fair value through profit and loss	1,187,614	377,669	34,383	1,599,666
Loans and receivables	62	-	-	62
Total non-current assets	1,187,676	377,669	34,764	1,600,109
Current assets				
Loans and receivables	-	-	5,212	5,212
Bank deposits	-	-	85,000	85,000
Cash and cash equivalents	-	-	38,978	38,978
Total current assets	-	-	129,190	129,190
Total assets	1,187,676	377,669	163,954	1,729,299

in thousands of €	Direct investments	Investment funds	Others(*)	30/06/2021
Non-current assets				
Intangible and tangible fixed assets	-	-	340	340
Financial assets at fair value through profit and loss	1,355,923	376,745	100,409	1,833,077
Loans and receivables	62	-	-	62
Total non-current assets	1,355,985	376,745	100,749	1,833,479
Current assets				
Loans and receivables	-	-	19,344	19,344
Bank deposits	-	-	55,000	55,000
Cash and cash equivalents	-	-	39,027	39,027
Total current assets	-	-	113,371	113,371
Total assets	1,355,985	376,745	214,120	1,946,850

EQUITY AND LIABILITIES

in thousands of €	Direct investments	Investment funds	Others(*)	31/12/2020
Total equity	-	-	1,702,064	1,702,064
Non-current liabilities				
Non-current provisions	-	-	3,308	3,308
Loans and borrowings	19,169	-	-	19,169
Total non-current liabilities	19,169	-	3,308	22,477
Current liabilities				
Trade and other payables	-	-	4,758	4,758
Total current liabilities	-	-	4,758	4,758
Total liabilities	19,169	-	8,066	27,235
Total equity and liabilities	19,169	-	1,710,130	1,729,299

in thousands of €	Direct investments	Investment funds	Others(*)	30/06/2021
Total equity	-	-	1,908,274	1,908,274
Non-current liabilities				
Non-current provisions	-	-	3,209	3,209
Loans and borrowings	18,913	-	-	18,913
Total non-current liabilities	18,913	-	3,209	22,122
Current liabilities				
Trade and other payables	-	-	1,453	1,453
Loans and borrowings	-	-	15,001	15,001
Total current liabilities	-	-	16,454	16,454
Total liabilities	18,913	-	19,663	38,576
Total equity and liabilities	18,913	-	1,927,937	1,946,850

* All assets, liabilities, income and expenses that are not allocated to a segment. The "Others" segments also comprises the Capital at Work and Deutsche Bank bonds portfolios (previously classified as "Investment funds").

NOTE 4 - FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

The following table provides details of changes in financial assets at fair value through profit and loss ("assets FVPL") at 30 June 2021 and 31 December 2020.

in thousands of €	Financial assets at fair value through profit and loss
Fair value as at 31/12/2019	1,458,625
Acquisitions	249,388
Disposals	-228,838
Net gains/(losses) on financial assets	120,490
Fair value as at 31/12/2020	1,599,666
Acquisitions	107,552
Disposals	-89,603
Net gains/(losses) on financial assets	215,462
Fair value as at 30/06/2021	1,833,077

During the first half of 2021, the Group has bought shares in Sogetrel, IMGP, reinforced its positions in SNP, Schaltbau and Capital at Work. The Group sold its entire participation in Kaufman & Broad and RTL, and a part of its shares in Zooplus, TCM and Capital at Work. The sales generated a realised gain of € 12,264 thousand.

Luxco Invest proceeded to capital increases to finance the acquisition of some assets in the investment vehicle of Armira II (AIP KG) for € 22,280 thousand.

The net gains recognised for the first semester on the Direct investments is € 135,748 thousand (principally on listed shares, co-investment with Armira, Rimed, Sogetrel, and Foyer), € 70,614 thousand on the Investment funds and € 9,100 thousand for the Others (principally on Capital@Work portfolio).

The carrying amount of the assets FVPL is their fair value. Assets FVPL are categorised as level 1 and 3 in the fair value hierarchy.

Changes in fair value are recognised in the statement of profit and loss under "Net gains / (losses) on financial assets".

FAIR VALUE HIERARCHY OF FINANCIAL ASSETS FVPL

in thousands of €	Level1	Level2	Level3	Total
Fair value as at 31/12/2019	235,223	109,592	1,113,810	1,458,625
Level transfer	-	6,493	-6,493	-
Acquisitions	155,090	-	94,298	249,388
Disposals	-105,132	-83,715	-39,990	-228,838
Net gains/(losses) on financial assets	67,221	-27,810	81,079	120,490
Fair value as at 31/12/2020	352,402	4,560	1,242,704	1,599,666
Acquisitions	53,604	-	53,947	107,552
Disposals	-71,396	-4,150	-14,057	-89,603
Net gains/(losses) on financial assets	68,849	-410	147,023	215,462
Fair value as at 30/06/2021	403,459	-	1,429,617	1,833,077

For Atenor was sold during the first half of 2021, so there are no more assets in level 2.

Level 1 financial assets consist of listed investments, such as SES, Atenor, Zooplus...

Level 3 financial assets consist of private investments, mainly in Foyer, Armira Holding, Stoll and Luxempart Capital Partners.

The valuation techniques used at 30 June 2021 remain unchanged compared to the ones used at 31 December 2020.

LEVEL 1 FINANCIAL ASSETS RISK ANALYSIS

An analysis of the sensitivity of the listed assets is provided in the table below. A range of variation of -10% to +10% was applied, when needed, to the market price as at 30 June 2021. This range of variation is relevant and reasonably possible.

in thousands of €	Level 1 for financial assets		
	-10%	0%	10%
Share price sensitivity	-10%	0%	10%
Fair value	363,114	403,459	443,806
Impact through profit and loss	-40,346	-	40,346

LEVEL 3 FINANCIAL ASSETS RISK ANALYSIS

The following table sets out the impacts of a plus or minus 10% change in non-observable data on the fair value of financial assets. The methodology used to determine the fair value of these assets remains unchanged compared to 2020.

in thousands of €	Level 3 for financial assets		
	-10%	0%	+10%
Sensitivity	-10%	0%	+10%
Fair value	1,344,021	1,429,617	1,516,155
Impact through profit and loss	-85,597	-	86,537

NOTE 5 - CAPITAL, SHARE PREMIUM AND OWN SHARES

in thousands of €	06/2021	12/2020
Subscribed capital	51,750	51,750
Share premium	15,110	15,110
Total	66,860	66,860

The authorised capital amounts to € 90,000 thousand.

OWN SHARES AND RESERVE FOR OWN SHARES

	Number of shares issued	Number of own shares	Number of outstanding shares
As at 31/12/2019	20,700,000	623,428	20,076,572
Acquisitions and disposals	-	-13,750	13,750
As at 31/12/2020	20,700,000	609,678	20,090,322
Acquisitions and disposals	-	-14,719	14,719
As at 30/06/2021	20,700,000	594,959	20,105,041

As at 30 June 2021, the Group hold 594,959 own shares (2020: 609,678). At 30 June 2021, the reserve for own shares is € -17,091 thousand (31/12/2020: € -16,838 thousand).

NOTE 6 - DIVIDENDS PAID

A dividend of € 1.60 gross per share was paid in May 2021 in respect of 2020, totalling € 32,168,065 (2020: € 1.48 gross per share, giving a total dividend of € 29,725,167).

NOTE 7 - LOANS AND BORROWINGS

As at 30 June 2021, the non-current loans and borrowings are composed of a bank loan that stands at € 18,913 thousand (2020: € 19,169 thousand). The current loans and borrowings are composed of new bank loan amounting € 15,001 thousand. This new loan has been contracted to finance the acquisition of financial assets in the Direct Investments segment.

The borrowings bear interest at a rate of 3-month Libor + 0.9% for the non-current loans, and a rate of 0.247% for the current loans.

The fair value of these loans and borrowings does not differ significantly from their carrying amount.

NOTE 8 - LIST OF SUBSIDIARIES AND ASSOCIATES

A. SUBSIDIARIES PROVIDING INVESTMENT RELATED SERVICES THAT ARE FULLY CONSOLIDATED

The following table lists all subsidiaries providing investment related services to the Company and that are fully consolidated:

Subsidiary	Place of incorporation	Percentage held in 30/06/2021	Percentage held in 31/12/2020
Luxempart Invest S.à r.l.	Luxembourg	100.00%	100.00%
Luxempart Ireland Limited (in liquidation)	Dublin	In Liquidation	100.00%
Luxempart Management S.à r.l.	Luxembourg	100.00%	100.00%
Bravo Capital S.A.	Luxembourg	80.00%	80.00%

B. NON-CONSOLIDATED SUBSIDIARIES

The following table lists all entities under the Company's control or significant influence, which are measured at fair value through profit or loss. The Group is exempt from any requirement to consolidate these companies by virtue of its status as an investment entity. Luxempart neither provided nor committed to provide financial or other support to any of its non-consolidated subsidiaries, except for the engagement disclosed in note 9.

Subsidiaries and associates	Place of incorporation	Percentage held in 30/06/2021	Percentage held in 31/12/2020
Indufin NV	Belgium	40.00%	40.00%
M-Sicherheitsholding GmbH (Mehler)	Germany	30.00%	30.00%
Pescahold S.A.	Luxembourg	100.00%	100.00%
Pryco GmbH (Prym)	Germany	55.60%	55.60%
Foyer S.A.	Luxembourg	27.94%	27.94%
E-Sicherheitsholding GmbH (ESG)	Germany	27.60%	27.60%
ForAtenoR S.A.	Belgium	-	25.00%
DMB 2. Invest GmbH & Co KG (Stoll)	Germany	32.80%	32.80%
Assmann Holding GmbH	Germany	49.08%	50.00%
LuxCo Invest S.à.r.l.**	Luxembourg	80.53%	83.33%
Luxempart Capital Partners SICAR S.A.**	Luxembourg	100.00%	100.00%
<i>Quip Holding GmbH</i>	<i>Germany</i>	<i>51.00%</i>	<i>51.00%</i>
Bravo Capital Partners SCA RAIF**	Luxembourg	100.00%	100.00%
<i>Arbo S.p.a</i>	<i>Italy</i>	<i>40.00%</i>	<i>40.00%</i>
<i>Metalworks S.p.a</i>	<i>Italy</i>	<i>60.00%</i>	<i>60.00%</i>
<i>Bravo Luxury S.à.r.l. (Vesta)</i>	<i>Italy</i>	<i>70.00%</i>	<i>70.00%</i>
Luxempart German Investment S.A.**	Luxembourg	100.00%	100.00%
<i>EduPRO GmbH</i>	<i>Austria</i>	<i>60.00%</i>	<i>60.00%</i>
<i>Arwe Mobility Holding</i>	<i>Germany</i>	<i>50.00%</i>	<i>50.00%</i>
<i>Rimed AG</i>	<i>Switzerland</i>	<i>29.30%</i>	<i>29.30%</i>
<i>Rattay Group GmbH</i>	<i>Germany</i>	<i>39.90%</i>	<i>39.90%</i>
<i>WDS GmbH</i>	<i>Germany</i>	<i>44.00%</i>	<i>44.00%</i>
Luxempart German Investment II S.à.r.l.**	Luxembourg	100.00%	100.00%
<i>Novotergum GmbH</i>	<i>Germany</i>	<i>43.80%</i>	<i>43.80%</i>
Luxempart French Investment S.à.r.l.**	Luxembourg	100.00%	100.00%
D'Alba Invest S.à.r.l.**	Luxembourg	99.22%	99.22%
Indufin Capital Partners S.A. SICAR**	Belgium	50.00%	50.00%
<i>Decoscent S.A. (Baobab)*</i>	<i>Belgium</i>	<i>61.50%</i>	<i>61.50%</i>
<i>Axithon S.A. (Axi)*</i>	<i>Belgium</i>	<i>51.59%</i>	<i>51.59%</i>

* The percentages indicated are the percentages of ownership by Indufin Capital Partners, itself held at 50% by Luxempart Capital Partners SICAR.

** These entities are investments entities, such as defined by IFRS 10.

NOTE 9 - MAIN OFF BALANCE SHEET RIGHTS AND COMMITMENTS

As at 30 June 2021, the uncalled commitment for Armira Holding and Armira II (through LuxCo Invest S.à r.l.) is € 44,454 thousand.

The Group has invested in investment funds through its subsidiary Luxempart Capital Partners SICAR. As at 30 June 2021, € 141,696 thousand remain uncalled (this uncalled amount excludes Bravo Capital Partners RAIF).

Bravo Capital Partners RAIF has recognised an uncalled capital amounting to € 23,221 thousand to be paid by Luxempart Capital Partners SICAR.

NOTE 10 - RELATED PARTIES

Service revenues include exclusively services provided by Luxempart and invoiced to its investments.

The Foyer Assurances group invoices, on a quarterly basis, office rental expenses and other related expenses, insurance expenses, and miscellaneous services for a total amount of € 439 thousand for the period ended 30 June 2021 (30/06/2020: € 404 thousand).

One member of Luxempart's Group Executive Committee invoiced consulting fees to Luxempart and Luxempart Capital Partners until march 2021, date at which he transformed his consultancy contract into an employment contract. Moreover, a former Group Executive Committee member was entitled to a bonus payment relating to 2020. The total fees amount to € 255 thousand for the period ended 30 June 2021 (30/06/2020: € 664 thousand).

Transaction fees paid to Capital at Work, a subsidiary of the Foyer group, amount to € 8 thousand (30/06/2020: € 11 thousand) and are included in "Interests and similar expenses".

NOTE 11 - EVENTS AFTER THE REPORTING PERIOD

In July, Luxempart has finalized the sale of its indirect stake in Baobab Collection to the Belgian investor Baltisse, realizing a significant capital gain with an IRR above 50%.

On July 20, our 32.8% stake in the German front loader producer Stoll was sold to a strategic buyer for total proceeds of around €18m (and an additional amount of ca €2m is blocked on escrow account until end 2022) resulting in a money multiple on this investment above 5x.

On August 7, funds advised by the Carlyle Group announced that they have signed an investment agreement with Schaltbau Holding AG, aiming at supporting its strategy and future growth. Carlyle announced that they plan to launch a voluntary public tender offer in the weeks following this announcement. Luxempart, as leader in the Acting in Concert that is a main shareholder in the Group, has irrevocably committed to tendering its shares. Total proceeds from this tender offer would amount to € 70m, representing a further € 22m capital gain compared to the actual value of Schaltbau in our Net Asset Value as of June 2021. The tender has to receive regulatory approval whereas the condition to have a minimum threshold of shareholders tendering their shares does not apply, as already more than 67% of shareholders have undertaken to do so.

On August 13, the US Private Equity fund Hellman & Friedman announced to launch a voluntary public takeover offer on all the shares of Zooplus at a price of € 390 per share in cash. Zooplus' Management Board and Supervisory Board welcome the long-term Strategic Partnership and support the offer. The offer price represents a premium of nearly 40% compared to the latest share price before the offer announcement. Total proceeds from this tender offer would amount to € 93m, representing a further € 27.9 m capital gain compared to the value of Zooplus in our Net Asset Value as of June 2021. The condition for the tender offer to be realised depends on reaching a threshold of at least 50% plus one of the total shares.

LUXEMPART

GROWING TOGETHER

Address

12 Rue Léon Laval
L-3372 Leudelange

Contact

Phone: +352 437 43 51 01
Fax: +352 42 54 62
luxempart@luxempart.lu

luxempart.lu

Pictures

lcgdp.lu / Patrik Osterblad