

Lagfin S.C.A.,
Société en Commandite par Actions

Notes to the financial statements
As of 31 December 2021

Share of profit (loss) of subsidiaries, associates and joint ventures	c	34.401.517	68.740.147	103.141.664
Financial income	d	22.024.762	(5.728.568)	16.296.194
Financial expenses	e	(49.269.377)	7.492.763	(41.776.613)
Profit before taxation		14.601.472	76.349.872	90.951.345
Taxation		(238)	-	(238)
Deferred tax	f	(21.824)	(4.622.363)	(4.644.187)
Profit for the period		14.579.411	71.727.509	86.306.920

	Notes	for the years ended 31 December 2020		
		Local GAAP	IFRS	
		€	Remeasurements	€
Subsidiary, associates and joint ventures equity movements	g	-	(279.047.956)	(279.047.956)
Tax effect on equity movements subsidiary, associates and joint-ventures equity movements	g	-	3.348.575	3.348.575
Total values credited (debited) to capital		-	(275.699.381)	(275.699.381)
Total comprehensive profit (loss) for the period		14.579.411	(203.971.872)	(189.392.461)

The profit and loss remeasurement for the year ended on 31 December 2020 are related to:

- a. Cost of services and goods: mainly due to the write-off of the bond fees paid according to the amortized cost valuation method and to the valuation of the lease contracts according to IFRS 16;
- b. Amortization and depreciation: due to the write-off of intangible assets not meeting the IAS 38 requirements and the recognition of the right of use values connected to lease contracts as required by IAS 17;
- c. Share of profit (loss) of subsidiaries, associates and joint ventures: the difference is due to the differences on the equity valuation method application between the Local GAAP and IFRS;
- d. Financial income: the difference relates to the recognition of financial assets fair values exceeding the acquisition costs (not accountable under Local GAAP);
- e. Financial expenses: the financial expenses are increased by about Euro 3,1 millions due to the amortized cost valuation method applied on the bond and on other liabilities and are reduced by about €10,6 million due to the write off of the Local GAAP amortization of the goodwill acquired with the Davide Campari-Milano N.V. participation;
- f. Deferred tax: includes all the tax effects related to the IAS Transition;
- g. Values credited (debited) to capital: includes the equity variations of the subsidiary Davide Campari-Milano N.V. not related to the income of the period.

25. CONTINGENCIES

The Company did not have any contingent liabilities as of 31 December 2021.

26. COMMITMENTS

The total uncalled capital commitments on investments in private equity holdings amounts to €21.569.079,24 (2020: €13.121.868,32) and commitments on bank loans approved and not used as at year end amounts to €165.000.000,00.

In 2019 and 2020 the Company purchased real estate properties under construction in Monaco, for a total consideration of €247.000.000,00 of which €100.800.000,00 have already been paid. The entire price will be paid in the next years following the progress of works.

During 2021 the Company has provided unsecured guarantees for a total amount of £7.670.000,00 on behalf of related parties. No liability is expected to arise.