



HEALTH & BEAUTY

Q1 2021

**UNAUDITED CONSOLIDATED
INTERIM REPORT**

LR HEALTH & BEAUTY GROUP

**UNAUDITED
INTERIM REPORT**

LR GLOBAL HOLDING GMBH

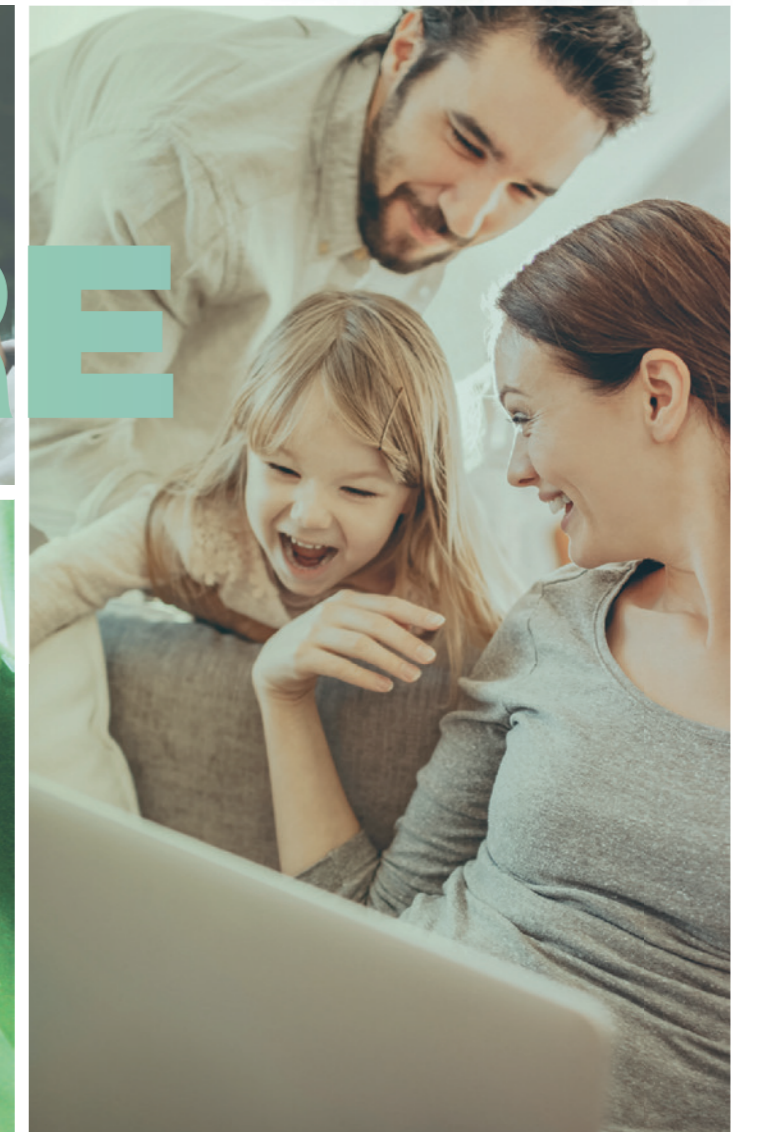


HEALTH & BEAUTY

“ WE ARE THE MOST ATTRACTIVE SOCIAL SELLING PLATFORM.

WE MAKE OUR CUSTOMERS FEEL HEALTHY, BEAUTIFUL AND VITAL.

WE BELIEVE IN MORE



**WE BELIEVE
IN MORE
QUALITY
FOR YOUR
LIFE**

OVER **340,000**

ACTIVE SALES PARTNERS AND
CUSTOMERS AS PER 31 MARCH 2021

TEUR **38,919**

CASH AND CASH EQUIVALENTS
AS PER 31 MARCH 2021

FINANCIAL HIGHLIGHTS LR HEALTH & BEAUTY GROUP

in EUR m	Q1 2021	Q1 2020	YTD 2021	YTD 2020	LTM
Gross Sales	79.5	69.0	79.5	69.0	295.4
Normalised EBITDA in % of Gross Sales	11.3 14.2%	8.1 11.7%	11.3 14.2%	8.1 11.7%	46.4 15.7%
Free Cashflow	9.9	5.3	9.9	5.3	33.2
Cost of materials	(15.4)	(12.7)	(15.4)	(12.7)	(53.5)
Personnel expenses	(13.3)	(12.0)	(13.3)	(12.0)	(52.9)
Other operating expenses	(41.9)	(38.4)	(41.9)	(38.4)	(153.8)

UNAUDITED CONSOLIDATED INTERIM REPORT Q1 2021 CONTENT

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02

WE BELIEVE IN MORE STABILITY

IN 1985 LR STARTED AS A COMPANY WITH FIVE EMPLOYEES AND DEVELOPED TO A SUCCESSFUL GLOBAL PLAYER. AND THE STABLE GROWTH OF MORE INTERNATIONALITY, QUALITY, RESPONSIBILITY AND OPPORTUNITIES STILL CONTINUES.

MORE STABILITY

WE CARE FOR PEOPLE'S LIVES



OUR COMPANY

As a modern social selling partner, the LR Group distributes over 300 different products in the areas of body care, beauty, health and nutrition in 28 countries through the partner community, which currently comprises more than 340,000 active sales partners and customers.

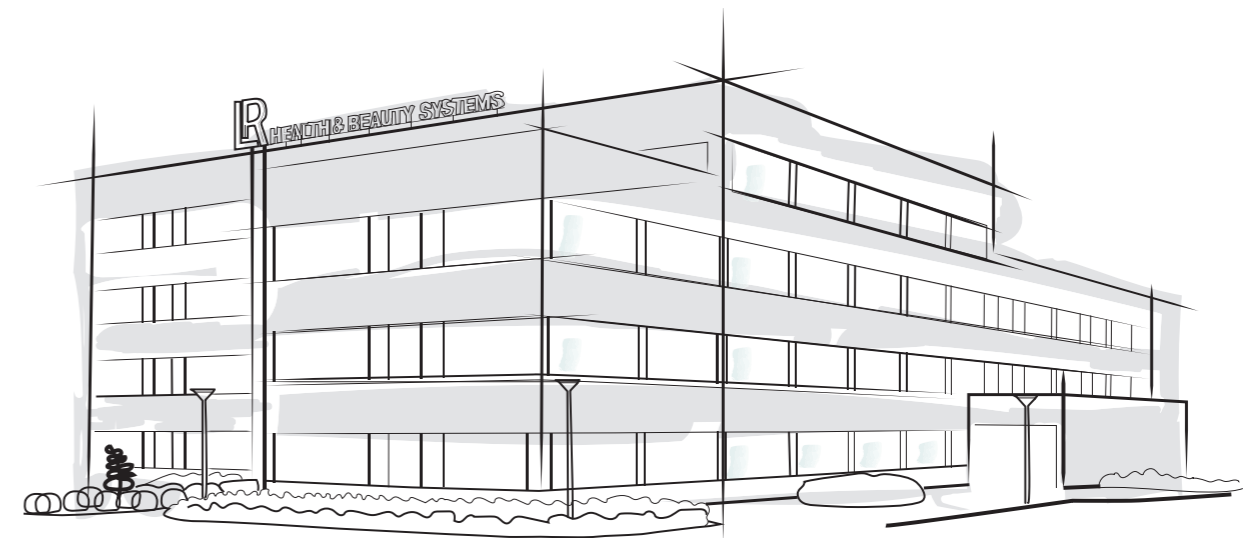
Since its foundation in 1985 in Ahlen / Germany, LR Health & Beauty has established itself as one of the leading European direct sales companies in the field of health and beauty products. LR is also a member of the European association Direct Selling Europe (DSE) with around 1,200 employees across the globe. With quality "Made in Germany" and a unique business model, we have been a successful European business for the past 35 years and are currently expanding worldwide. This year we successfully entered the Asian market and started with LR Korea.

Since 2013, LR is part of the portfolio of the investment company Quadriga Capital. CEO and spokesperson for the management, Andreas Friesch, has been part of the team since 2018 and, together with Andreas Laabs and Thomas Heursen, he is navigating LR extremely successfully through these challenging times. 2020 – the company's 35th anniversary – was LR's most successful business year by far. Buoyed up by this excellent news, LR Global Holding GmbH has entered the international capital market for the first time in February 2021.

We want to continue on this dynamic growth course this year and develop LR into a leading digital social selling platform. To this end, we will continue to align LR's structures with the digitisation trend on the market and promote the development of new blockbuster products.

SINCE **35**
YEARS SUCCESSFUL
IN EUROPE

ABOUT **1,200**
EMPLOYEES



OUR VISION

“ We are the most attractive social selling platform. Through our unique business opportunity and innovative & competent health & beauty solutions, we improve the quality of life. We help our partners grow through our human-centric incentive system, training and support services. We make our customers feel healthy, beautiful and vital. We provide a unique personal customer experience through our social selling touchpoints.

Thanks to our unique business opportunity and our innovative and competent health and beauty solutions, we sustainably improve the quality of life for many people. With an individual career programme, targeted training, excellent service and a wide range of training tools, we have been leading our sales partners to business success for over 35 years.

Our customers should feel healthy, beautiful and zestful when using our products. Irrespective of place, time, economic crises or pandemics, we are offering an attractive and individual purchasing experience on our digital social selling platforms – 24/7.

MORE STABILITY



OVER **300**

HEALTH & BEAUTY PRODUCTS

28

COUNTRIES WORLDWIDE

OUR INNOVATIVE PRODUCTS

Our product portfolio comprises cutting-edge health and beauty solutions that combine natural ingredients with scientific innovation. This includes care products and cosmetics, perfumes and nutritional supplements. At the company-own development centre, experts from the fields of cosmetics and health constantly research and work on new solutions and products. Numerous marketing awards and certificates by renowned German institutes such as SGS INSTITUT FRESENIUS or Dermatest, confirm the high quality and innovative strength of our products.

The secret to our success? We have always banked on the quality principle “Made in Germany” and manufacture over 90% of our products in Germany. The high product quality is ensured by strict internal controls and double-checked by renowned and independent laboratories. We do not do animal testing and set great store by using reusable raw materials. We also promote environmentally friendly production processes and energy-saving logistics solutions.

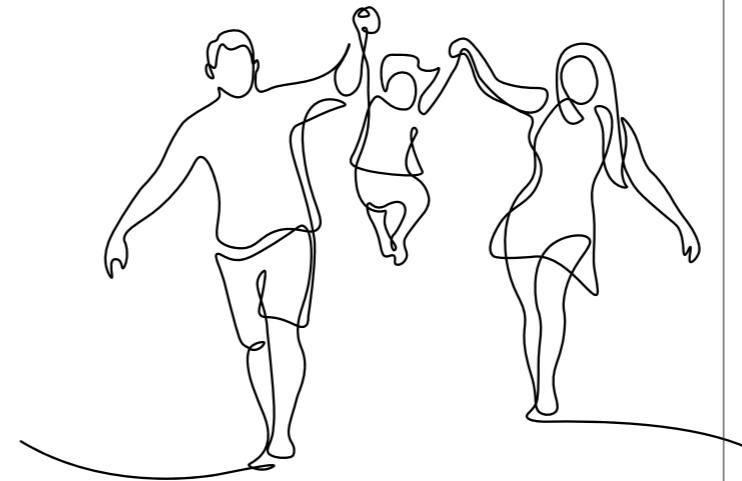
OUR BUSINESS CONCEPT

For over 35 years, we have been giving people the opportunity to shape their lives independently and successfully by becoming sales partners. Thousands of LR Partners have achieved financial freedom and a better quality of life thanks to LR. They are all part of an international team that has established LR’s success with a modern sales system, digital possibilities, enthusiasm for fantastic products and plenty of passion.

“ With innovative product solutions that cater to people’s growing health consciousness, we are fully on-trend. ”

The LR business model offers independence coupled with the security of a large company that supports its Partners in all phases of their careers. Especially in difficult times, like in 2020, this concept has proven to work well – an added bonus is the team spirit in the LR community. In 2020, we recruited more newcomers than ever before in LR history.

The merging of offline and online activities is becoming more and more important for the LR business and has shown us a glimpse of the future. With innovative tools, such as “LR Connect”, our company is state-of-the-art and ideally equipped to meet the requirements of the digital age.



OUR SOCIAL ENGAGEMENT: LR GLOBAL KIDS FUND E.V.

“More quality for your life” not only applies to the products and the business model, but also to the social commitment of LR Health & Beauty. The charity, founded in 2009, is based on the collective commitment of the company, its employees, sales partners and customers and supports children’s aid projects in countries in which LR is active.

OUR AWARDS



2020 DIGITAL BUSINESS AWARD NETWORK CAREER

Special award for the great digital support of LR sales partners during the global COVID-19 pandemic.



2019/20 GERMAN BRAND AWARD

In the “Excellent Brands” competition, the LR LIFETAKT 5IN1 BEAUTY ELIXIR convinced the 2019 jury in the “Beauty & Care” category as one of the best product brands in the industry. On top of that, the elixir also received a “Special Mention” in the cross-sector category of “Product of the Year”.



In 2020, LR received its second German Brand Award, this time for the sleep-promoting product LR LIFETAKT NIGHT MASTER.



2018 CHILDREN'S VILLAGE CLUB

In 2018, SOS Children’s Villages International awarded the LR Global Kids Fund e.V. the bronze SOS Children’s Village Cup for the valuable work they do.



2018 BUSINESS AWARD BY THE CITY OF AHLEN

The twelfth business award by the city of Ahlen – in the shape of the “Ahlen mammoth” – was awarded to LR Health & Beauty in 2018.



2015 ASTRA AWARD

At the European Direct Selling Conference 2015 in Brussels, LR Health & Beauty received the Astra Award “Company of the Year”. This award means the European Direct Selling Association recognises LR as the best direct sales company.





WE BELIEVE IN MORE INTERNATIONALITY

WITH OUR INTERNATIONAL SALES COMPANIES IN 28 COUNTRIES, 1,200 EMPLOYEES AND THOUSANDS OF INDEPENDENT SALES PARTNERS, WE ARE ONE OF THE LEADING DIRECT SALES ENTERPRISES IN EUROPE. DUE TO THE CONTINUOUS CREATION OF NEW MARKET OPPORTUNITIES, LR HEALTH & BEAUTY ENSURES STEADY GROWTH.

MORE INTERNATIONALITY

OUR SALES COMPANIES IN 28 COUNTRIES



INTERNATIONAL SALES COMPANIES

REGION 1

AUSTRIA
LR Health & Beauty Systems GmbH

BELGIUM / LUXEMBOURG
LR Cosmetic Belgium b.v.b.a

DENMARK
LR Health & Beauty Systems ApS

FINLAND
LR Health & Beauty Systems OY

FRANCE
LR Health & Beauty Systems SAS

GERMANY
LR Health & Beauty Systems GmbH

NETHERLANDS
LR Health & Beauty Systems BV

NORWAY
LR Health & Beauty Systems AS

SWEDEN
LR Health & Beauty Systems AB

SWITZERLAND
LR Health & Beauty Systems AG

EXPANSION

SOUTH KOREA
LR Health & Beauty LLC, South Korea

REGION 2

CZECH REPUBLIC
LR Health & Beauty Systems s.r.o.

ITALY
LR Health & Beauty Systems S.R.L.

POLAND
LR Health & Beauty Systems Sp. z.o.o

PORTUGAL
L. de Racine Cosmetics Lda.

SLOVAKIA
LR Health & Beauty Systems s.r.o

SPAIN
LR Health & Beauty Systems S.L.

UKRAINE
LR Health & Beauty Systems TOV

REGION 3

ALBANIA
LR Health & Beauty Systems Sh.p.k.

BULGARIA
LR Health & Beauty Systems EOOD

GREECE / CYPRUS
LR Health & Beauty Systems EPE

HUNGARY
LR Health & Beauty Systems Kft.

ROMANIA
LR Health & Beauty Systems S.R.L.

RUSSIA / KAZAKHSTAN
LR Russ O.O.O

TURKEY
LR Health & Beauty Systems Ltd.



LR GROUP HEADQUARTER IN GERMANY

- LR Global Holding GmbH
- LR Health & Beauty Systems Beteiligungs GmbH
- LR International Beteiligungs GmbH
- LR Partner Benefits GmbH
- LR Health & Beauty GmbH
- Styria Immobilienleasing GmbH & Co. Projekt Ahlen KG
- LR Jersey Holding Limited, Jersey



LR HEALTH & BEAUTY GROUP

MANAGEMENT REPORT & FINANCIAL STATEMENTS

» WITH
**EUR 79.5
 MILLION**
GROSS SALES,
WE ACHIEVED
THE MOST
SUCCESSFUL
QUARTER IN
35 YEARS
LR HISTORY. «

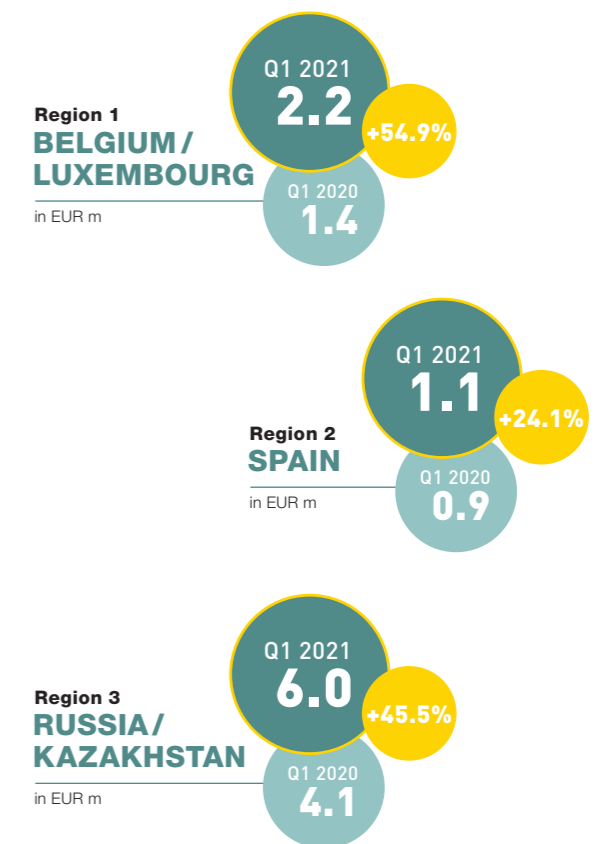
MANAGEMENT REPORT

SALES

The LR Health & Beauty Group (hereinafter referred to as LR Group) was able to outperform the all-time-high sales record of 2020 in the first quarter 2021. Especially the gross sales in March were outstanding at EUR 29.1m, marking the best reporting month in 35 years LR history. Compared with the previous year the gross sales in Q1 2021 overall countries increased by EUR 10.5m (+15.2%) to EUR 79.5m. This development is mainly driven by the rapidly growing sales force (compared to Q1 2020 +51.6k or +17.7%) caused by the rising number of recruits. Adjusting the gross sales by other sales and sales deductions, it results in EUR 78.0m revenue.

As the biggest sales region in LR Group, Region 1 gained EUR 42.1 gross sales in the reporting period. Achieving a growth of EUR +7.3m (+20.9%) compared to Q1 2020, Region 1 contributed the major part to the total sales growth. With Germany, France, Austria, Belgium/Luxembourg and Netherlands, five countries had growth rates exceeding +15% compared to the previous year, especially France and Belgium/Luxembourg achieved extraordinary high growth rates of +43.3% and +54.9%.

Also Region 2 recorded a positive growth rate in the reporting period compared with the previous year. Overall the gross sales slightly increased by EUR +0.4m (+1,8%) to EUR 22.2m. Italy and Spain, with +18.7% and +24.1% had the highest growth rates in Region 2, while Czech Republic and Slovakia had the best sales numbers in Q1 2021 in their history.



In Region 3 the growth rate is even higher than in Region 1. With an increase of EUR +2.7m in gross sales, this results in a growth rate of +21.5%. Vast majority of countries in Region 3 had positive growth rates. The striking examples are Hungary and Russia/Kazakhstan with growth rates of +56.3% and +45.5%. Furthermore Bulgaria and Hungary had the best quarter in terms of sales in their history. In total, the gross sales in Region 3 amounted to EUR 15.0m.

LR HEALTH & BEAUTY GROUP

COST STRUCTURE

The cost of materials for LR Group increased by EUR +2.7m to EUR 15.4m in the first quarter 2021. Furthermore LR Group increased the inventories by EUR +1.3m to avoid possible supply chain risks due to COVID-19 crisis. The sum of cost of raw materials and changes in inventory amounts to EUR 14.1m. Compared to Q1 2020, this corresponds to an increase of EUR +1.8m and is mainly driven by the higher sales volume.

The increase of personnel expenses in comparison to the previous year of about EUR +1.3m is mainly driven by the headquarter. On the one hand the number of headcounts in the headquarter has risen significantly (FTE +7.9%), particularly in the service and operations departments due to the higher sales volume and demands in the digital projects. On the other hand a tariff increase has contributed to the rise in personnel costs. Overall the total personnel expenses amount to EUR 13.3m in the first quarter 2021.

The other operating expenses add up to EUR 41.9m in the reporting period and show an increase of EUR +3.5m in comparison to the first quarter 2020. Main factors for this development are the bonus costs and the distribution costs. The bonus costs increased by EUR +4.2m, mainly driven by the rising sales volume and also by the “Fasttrack Bonus” which is increasingly used by the target group. The distribution costs (EUR +1.0m) also increased mainly due to the rising sales volume.



OVER **1,320,000**

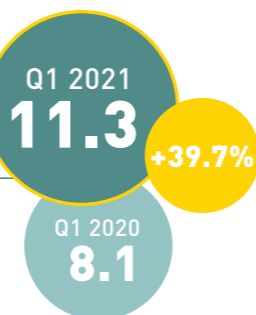
SOLD SHOTS OF
5IN1 BEAUTY ELIXIR

OPERATING RESULTS

Q1 2021 closed with a reported EBITDA of EUR 10.1m. This corresponds to a growth rate of +35.8% compared to the first quarter 2020. Considering exceptional items of EUR 1.2m in Q1 2021 mainly driven by costs related to the refinancing through the bond and exceptional costs related to expansion to South Korea, the normalised EBITDA is showing an even better result of EUR 11.3m. Compared to Q1 2020 the normalized EBITDA increased by EUR +3.2m or +39.7%. Deducting Depreciation of EUR 3.4m from the reported EBITDA results in an EBIT of EUR 6.6m for LR Group in the first quarter 2021. This shows an increase of EUR +1.8m or +37.7% to the previous year. Including the interest result, the income before taxes increased by EUR +0.4m to EUR 4.2m. The net profit of the period amounts to EUR 2.3m. This corresponds to an decrease of EUR +1.3 million compared to the previous year, which results from the higher income tax expense.

**EBITDA
NORMALISED**

in EUR m



OVER **1,000,000**

SOLD BOTTLES OF
ALOE VERA DRINKING GEL

FINANCIAL STATUS

The total assets rose by EUR +9.9m in the reporting period to EUR 236.6m. While the non-current assets are almost constant (EUR -0.6m), the current assets raised significantly (EUR +10.5m). This is mainly driven by rising trade receivables and by a higher level in cash and cash equivalents. The trade receivables increased due to the higher sales volume by EUR +2.8m to EUR 14.4m and the cash and cash equivalents raised by EUR +6.7m to EUR 38.9m, driven by the high operating cash flow.

The “economic equity” amounts to EUR 28.0m in Q1 2021. It includes shareholder loans in the amount of EUR 146.0m for all of which a letter of subordination was issued. The economic equity takes into account that the received sums are subordinated and therefore to be considered as equity in economic terms. The equity including non-controlling interests adds up to EUR -118.0m at the end of the period under review. Mainly due to the good net profit of the period, the negative value could have been reduced by EUR -2.5m compared to the beginning of the period.

The issuance of a corporate bond has fundamentally changed the structure of the liabilities. At 27 January 2021, LR Global Holding GmbH, the parent company of the LR Group, placed a senior secured corporate bond (WKN: A3HFM, ISIN: NO0010894850) with a volume of EUR 125.0m. It was issued to institutional investors mainly in Germany and other European countries as part of a private placement. The bond was issued in the so-called “Nordic bond format” under Swedish law

and with the involvement of Nordic Trustee & Agency AB as trustee. Trading in the Open Market of the Frankfurt Stock Exchange started at 3 February 2021. The net issue proceeds were used for the repayment of the Senior Facility Agreement (liabilities to financial institutions), which was terminated on 4 February 2021, and for a partial repayment of the shareholder loans.

The non-current liabilities add up to EUR 289.5m. Therein the bond is shown in a new position with an amount of EUR 123.2m. This corresponds to the issue amount of EUR 125.0m less discounted issue fees. In contrast, the shareholder loans decreased from EUR 186.2m to EUR 146.0m. Furthermore the current liabilities decreased from EUR 141.0m to EUR 65.1m mainly driven by the repayment of the bank liabilities of EUR 84.8m.

“ **Free cashflow increased significantly to EUR 9.9 million** ”

The free cash flow in Q1 2021 increased significantly by EUR +4.6m to EUR +9.9m compared to Q1 2020. It includes the cash flow from ongoing business activities as well as the cashflow from investing activities. The cash flow from ongoing business activities of EUR +11.1m had the biggest impact in comparison with the first quarter 2020 (EUR +6.1m). The cash flow from investing

LR HEALTH & BEAUTY GROUP

activities grew slightly up to EUR -1.2m EUR (PY EUR 0.9m) due to higher investments especially in intangible assets under construction (ongoing projects in digitization). Within the cash flow from financing activities, the effects from the repayment of the bank liabilities and the reduction of the shareholder loan cancel out the effect from issuing the bond. As a result, the cash flow from financing activities is only effected by the interest payments of EUR 1.0m (PY: EUR 0.8m) and by repayments of leasing liabilities (mainly IFRS 16 effects) in the amount of EUR 2.1m (PY EUR 1.3m). Overall the total cash flow of the reporting period adds up to EUR +6.6m.

OUTLOOK

LR Group continues to expect a positive business development with stable growth for the current financial year 2021. This is mainly resulting from the successful implementation of strategic initiatives to strengthen business development as well as existing high quality product innovations, the continuity of partnerships, the competitive marketing plan in connection with the attractive car plan and celebrity portfolio and also the expansion into the Asian markets. The forecast is based on the assumption that the ongoing COVID-19 pandemic, the extent of which still cannot be fully assessed, will not have any significant impact on the LR Group's business.



Andreas Friesch (CEO)



Dr. Andreas Laabs (CFO/COO)



ANDREAS FRIESCH
CEO/SPOKESMAN OF THE BOARD



DR. ANDREAS LAABS
CFO/COO



LR HEALTH & BEAUTY GROUP

UNAUDITED CONSOLIDATED INTERIM STATEMENT
OF FINANCIAL POSITIONS AS OF 31 MARCH 2021

TEUR	31.03.2021	31.12.2020
NON-CURRENT ASSETS		
Intangible assets	116,790	116,940
Property, plant and equipment	13,878	14,074
Financial assets	4	4
Right of use assets	18,184	18,571
Deferred taxes	2,403	2,247
	151,259	151,836
CURRENT ASSETS		
Inventory	24,753	23,241
Trade receivables	14,448	11,609
Income tax receivables	354	222
Other assets and prepaid expenses	6,864	7,635
Cash and cash equivalents	38,919	32,179
	85,338	74,886
TOTAL ASSETS	236,597	226,722

UNAUDITED CONSOLIDATED INTERIM STATEMENT
OF FINANCIAL POSITIONS AS OF 31 MARCH 2021

TEUR	31.03.2021	31.12.2020
EQUITY		
Subscribed capital	25	25
Capital Reserve	1,790	1,790
Currency adjustment items	-5,395	-5,575
Accumulated loss	-114,406	-116,730
Non-controlling interests	-11	-11
	-117,997	-120,501
NON-CURRENT LIABILITIES		
Other provisions	714	716
Deferred taxes	3,633	2,893
Bond liabilities	123,185	0
Liabilities to shareholders	145,958	186,226
Other liabilities	15,961	16,355
	289,451	206,190
CURRENT LIABILITIES		
Trade payables	34,191	27,460
Other liabilities	18,152	17,258
Liabilities to financial institutions	0	84,800
Income tax liabilities	5,792	4,704
Provisions	7,008	6,811
	65,143	141,033
TOTAL EQUITY AND LIABILITIES	236,597	226,722

RECONCILIATION FOR ECONOMIC EQUITY

TEUR	31.03.2021	31.12.2020
Total Equity	-117,997	-120,501
Liabilities to shareholders (subordinated)	145,958	186,225
TOTAL ECONOMIC EQUITY	27,961	65,724

LR HEALTH & BEAUTY GROUP

UNAUDITED CONSOLIDATED INTERIM STATEMENT
OF PROFIT OR LOSS FOR Q1 2021

TEUR	Q1 2021	Q1 2020
Revenue	77,982	67,865
Changes in inventory	1,272	381
Other operating Income	1,365	2,299
Cost of material	-15,418	-12,712
thereof Raw materials and supplies	-12,966	-10,776
thereof Cost of purchased services	-2,452	-1,936
Personnel expenses	-13,288	-12,026
thereof Wages and salaries	-11,322	-10,206
thereof Expenditures for social security and pension schemes	-1,966	-1,820
Other operating expenses	-41,855	-38,400
EBITDA	10,058	7,407
Depreciation	-3,412	-2,579
Interest income	18	35
Interest expenses	-2,453	-1,085
Income before tax	4,211	3,778
Income taxes	-1,887	-135
PROFIT OR LOSS FOR THE PERIOD	2,324	3,643
thereof to		
Non-controlling interests	0	-1
Shareholders	2,324	3,644

RECONCILIATION FOR NORMALISED EBITDA

TEUR	Q1 2021	Q1 2020
EBITDA	10,058	7,407
Normalisations	1,196	647
NORMALISED EBITDA	11,254	8,054

UNAUDITED CONSOLIDATED INTERIM STATEMENT
OF CASH FLOWS FOR Q1 2021

TEUR	Q1 2021	Q1 2020
CASHFLOW FROM ONGOING BUSINESS ACTIVITIES		
Profit or loss for the period (including results of minorities)	2,324	3,643
Depreciations (+) on other assets	3,412	2,579
Increase (+) / Reduction (-) in provisions	194	155
Other non-cash expenses(+) / income (-)	-2,130	137
Increase (-)/Reduction (+) of stock, trade receivables or other assets which are not related to investing or financing activities	-4,238	-4,022
Increase (+)/Reduction (-) of trade payables and other liabilities which are not related to investing or financing activities	7,520	2,476
Interest expenses (+)/interest income (-)	2,435	1,050
Income tax expenses (+) / income (-)	1,887	135
Income taxes paid (-)	-348	-8
	11,056	6,145
CASHFLOW FROM INVESTING ACTIVITIES		
Payments for (-) investments in property, plant and equipment	-264	-236
Payments for (-) investments in intangible assets	-920	-634
	-1,184	-870
CASHFLOW FROM FINANCING ACTIVITIES		
Payments (-) for interest	-1,049	-755
Payments for (-) repayment of (finance) loans	-84,800	0
Proceeds (+) through issuing bonds	125,000	0
Repayment (-) of shareholder loan	-40,400	0
Repayment (-) of leasing liabilities	-2,063	-1,299
	-3,312	-2,054
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD		
Net increase in cash and cash equivalents	6,560	3,221
Changes in cash and cash equivalents due to exchange rate, consolidated group, and measurement changes	180	48
Cash and cash equivalents at the beginning of period	32,179	22,800
	38,919	26,069



LR GLOBAL HOLDING GMBH

MANAGEMENT REPORT & FINANCIAL STATEMENTS

MANAGEMENT REPORT

LR Global Holding GmbH, with its registered office at Kruppstraße 55, 59227 Ahlen, Germany, (hereinafter referred to as LR Global), as the holding company, carries out the central Group functions such as determination and further development of the Group strategy, capital allocation, financing and management development.

Sales in the first quarter of 2021 amounted to EUR 1.4m (previous year: EUR 1.2m) and resulted primarily from the internal on-charging of services to LR Health & Beauty Systems GmbH, Ahlen. Personnel expenses amounted in the reporting period to EUR 1.9m (PY: EUR 1.7m). This is due to the expansion of the personnel structure.

The other operating expenses increased to EUR 3.5m (PY: EUR 0.6m), mainly driven by issuing fees for the corporate bond. Including the interest result of EUR 1.0m and income taxes of EUR -1.0m, the net loss amounts to EUR -5.9m (PY: EUR -1.3m).

The total assets rose in the reporting period from EUR 299.3m to EUR 346.4m. While the non-current assets are constant (EUR +0.0m), the current assets raised significantly by EUR +41.2m. This is caused by changes in the financing structure due to the issue of the corporate bond.

The latter also influenced the increase in liabilities from EUR 289.7 million to EUR 335.6 million. This effect can also be seen in the cash flow analysis. The cash flow from ongoing business activities amounts to EUR -40.6m and is mainly effected by the increase of receivables from affiliated companies, while the cash flow from financing activities amounts to EUR +40.6m, which is mainly caused by the difference of the issue amount of the bond on the one hand and the repaid bank liabilities and reduced share-holder loans on the other hand. The cash flow from investing activities amounts to EUR 0.0m in the reporting period as well as in the previous period Q1 2020.



Andreas Friesch (CEO)



Dr. Andreas Laabs (CFO/COO)



LR GLOBAL HOLDING GMBH

UNAUDITED INTERIM STATEMENT OF
FINANCIAL POSITIONS AS OF 31 MARCH 2021

TEUR	31.03.2021	31.12.2020
NON-CURRENT ASSETS		
Intangible assets	6	0
Property, Plant and Equipment	16	17
thereof Other property, plant and equipment	16	17
Financial assets	141,800	141,800
thereof Shares in affiliated companies	141,800	141,800
	141,822	141,817
CURRENT ASSETS		
Receivables and other assets	133,817	92,627
thereof Trade receivables	2	0
thereof Receivables from affiliated companies	133,763	91,622
thereof Other assets	52	1,005
Cash stocks, bank deposits	0	0
	133,817	92,627
ACCRUALS	34	38
DEFERRED TAX ASSETS	2,447	2,447
NOT COVERED BY EQUITY LOSS	68,293	62,368
TOTAL ASSETS	346,413	299,297

UNAUDITED INTERIM STATEMENT OF
FINANCIAL POSITIONS AS OF 31 MARCH 2021

TEUR	31.03.2021	31.12.2020
EQUITY		
Share capital	25	25
Capital reserve	1,105	1,105
Accumulated loss	-69,423	-63,498
Not covered by equity loss	68,293	62,368
	0	0
PROVISIONS		
Tax provision	5,046	4,090
Other provisions	2,081	1,863
	7,127	5,953
LIABILITIES		
Bond liabilities	125,856	0
Amounts due to bank	0	43,306
Trade payables	124	194
Amounts due to shareholders	145,958	186,225
Amounts due to affiliated companies	63,391	59,236
Other liabilities	268	694
	335,597	289,655
DEFERRED TAX LIABILITIES	3,689	3,689
TOTAL EQUITY AND LIABILITIES	346,413	299,297

RECONCILIATION FOR ECONOMIC EQUITY

TEUR	31.03.2021	31.12.2020
Total Equity	-68,293	-62,368
Liabilities to shareholders (subordinated)	145,958	186,225
TOTAL ECONOMIC EQUITY	77,665	123,857

LR GLOBAL HOLDING GMBH

UNAUDITED INTERIM STATEMENT FOR PROFIT
AND LOSS FOR THE PERIOD 01.01.-31.03.2021

TEUR	Q1 2021	Q1 2020
Revenue	1,377	1,222
Other operating income	45	37
	1,422	1,259
Personnel Expenses	1,888	1,683
thereof wages and salaries	1,682	1,500
thereof social security contributions and expenditures for pension schemes and support	206	183
Depreciation of intangible assets and property, plant and equipment	3	2
Other Operating Expenses	3,493	632
	5,384	2,317
Other interest and similar income	832	624
Other interest and similar expenses	1,831	727
	-999	-103
Taxes in income and earnings	964	166
NET PROFIT/LOSS FOR THE PERIOD	-5,925	-1,327

UNAUDITED INTERIM STATEMENT OF
CASH FLOWS FOR Q1 2021

TEUR	Q1 2021	Q1 2020
CASH FLOW FROM ONGOING BUSINESS ACTIVITIES		
Profit or loss for the period	-5,925	-1,327
Depreciations on fixed assets	4	2
Reduction (-)/Increase (+) in provisions	217	303
Increase (-)/Reduction (+) of stock, trade receivables or other assets	-40,355	2,409
Increase (+)/Reduction (-) of trade payables and other liabilities	3,547	-1,412
Interest expenses (+)/interest income (-)	999	103
Income tax expenses (+) / income (-)	964	166
Income taxes paid (-)	-8	-8
	-40,557	237
CASH FLOW FROM INVESTING ACTIVITIES		
Payments for (-) investments in intangible assets	-7	0
Payments for (-) investments in property, plant and equipment	-1	0
	-8	0
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds (+) through issuing bonds	125,000	0
Repayments (-) of shareholder loan	-40,400	0
Repayments (-) of (finance) loans	-43,306	0
Payments (-) for interest	-729	-237
	40,565	-237

**WE
BELIEVE IN
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IMPRINT

Publisher:

LR Global Holding GmbH
Kruppstr. 55
D-59227 Ahlen

Manager:

Andreas Friesch (CEO),
Dr. Andreas Laabs (CFO/COO)

Strict COVID-19 protection measures
were observed while interviews and
photos were obtained.

