

Logwin AG

Interim Financial Report

as of 30 June 2021



Key Figures 1 January – 30 June 2021

Earnings position	<i>In thousand EUR</i>	2021	2020
Revenues			
Group		771,054	537,677
<i>Change on 2020</i>		43.4%	
Air + Ocean		612,980	379,936
<i>Change on 2020</i>		61.3%	
Solutions		158,377	157,753
<i>Change on 2020</i>		0.4%	
Operating result (EBITA)			
Group		36,581	18,235
<i>Margin</i>		4.7 %	3.4 %
Air + Ocean		38,718	19,855
<i>Margin</i>		6.3 %	5.2 %
Solutions		3,765	1,823
<i>Margin</i>		2.4 %	1.2 %
Net result			
Group		27,733	12,565
Financial position			
	<i>In thousand EUR</i>	2021	2020
Operating cash flows		34,205	7,284
Free cash flow		13,677	-16,063
Net asset position			
		30 June 2021	31 Dec 2020
Equity ratio		36.8 %	39.1 %
Net liquidity (<i>in thousand EUR</i>)		86,489	77,510
Number of employees			
		30 June 2021	31 Dec 2020
Number of employees		3,993	4,160

The interim financial report as of 30 June 2021 is published in English and German. The English version is a translation from the German original, which is authoritative.

Group Interim Management Report

Overall conditions

Global economy The global economy grew significantly in the first half of 2021. The development in the services sector continues to be partially impacted by the effects of the Covid 19 pandemic. In contrast industrial production and global trade are expanding significantly. Most recently, however, the momentum of the upswing has been negatively impacted by supply bottlenecks and logistical difficulties, particularly in ocean freight.

German economy and logistics industry In the first half of the year, industrial production in Germany was developing subdued despite a significant rise in orders, also due to supply shortages for raw materials and intermediate products. Imports and exports in Germany rose strongly, with supply shortfalls in exports in particular preventing a more significant increase. After renewed pandemic-related restrictions led to a weak development at the beginning of the year in the services sector and also in many areas of the retail sector, these sectors are increasingly recovering.

Competition and market In the first half of 2021, the air freight market recorded a significant year-on-year increase in freight volumes on all major routes as a result of the recovery in global trade and also the capacity bottlenecks in ocean freight. Ocean freight volumes also increased significantly on all routes as a result of the recovery in world trade. Due to massive capacity bottlenecks with high volatility, average ocean freight rates were significantly higher than in the prior-year period.

In the current year, the contract logistics market continued to be negatively impacted in parts by the effects of the measures taken to combat the Covid 19 pandemic. In some sectors such as the supply of stationary textile retailing, this led to a further reduction in demand and also additional expenses for logistics services. By contrast, logistics for production-related sectors was able to expand its activities, in some cases significantly.

Business performance of the Logwin Group

The Logwin Group was able to significantly increase its sales and the operating result (EBITA) in the first half of 2021.

In the Air + Ocean business segment, volumes increased strongly in both ocean freight and, to an even greater extent, air freight in line with the market trend. In conjunction with the significant increase in freight rates, particularly in ocean freight, this led to a sharp rise in sales compared with the prior-year period.

Sales in the Solutions business segment increased slightly in the first half of the year. The sales trend was characterized on the one hand by a strong, volume- and freight rate-driven increase in the business segment's international transport business. In the national transport network, closures in the stationary retail sector in the wake of the Covid 19 pandemic led to further declines in sales. In addition, site closures and divestments in the previous year led to declines in sales in contract logistics.

For the definition, calculation and reconciliation of the Logwin Group's key financial performance indicators presented in the following as well as the associated explanations, please refer to the section "Financial performance management" in the Group Management Report in the Annual Financial Report of Logwin AG as of 31 December 2020.

Earnings position

Revenues The Logwin Group achieved sales of EUR 771.1m in the first half of 2021, significantly above the previous year's sales of EUR 537.7m. While the Air + Ocean business segment achieved a strong increase in sales, the Solutions business segment was slightly up on the previous year's level in the first half of the year.

Air + Ocean

The Air + Ocean business segment generated revenues of EUR 613.0m in the first six months of fiscal year 2021 (prior year: EUR 379.9m), thus significantly exceeding previous year's level. In addition to rising volumes in both air and ocean freight, substantially increased freight rates contributed to the positive development compared to the same period of the previous year.

Solutions

Revenues of the Solutions business segment amounted to EUR 158.4m in the first half of 2021 and are thus slightly above the level of the previous year of EUR 157.8m. Sales in the Solutions business segment in total increased due to rising volumes and freight rates. By contrast, sales in the retail sector fell due to a continued decline in volumes caused by the measures to combat the Covid 19 pandemic, which sustained in the first half of the year. In contract logistics, site closures and disposals in the previous year also led to expected declines in sales.

Gross margin and gross profit In the first half of 2021, the Logwin Group's gross margin of 8.6 % was noticeably above the gross margin of 8.1 % in the same period of the previous year. While the margin in the Solutions business segment increased significantly, it declined slightly in the Air + Ocean business segment due to higher purchase costs. At EUR 66.5m, gross profit significantly exceeded the previous year's figure of EUR 43.3m.

Selling, general and administrative costs At EUR 13.1m, selling expenses in the first two quarters were above the previous year's level of EUR 12.1m. Administrative expenses rose noticeably from EUR 15.5m in the previous year to EUR 16.6m.

Operating result (EBITA) At EUR 36.6m, the operating result of the Logwin Group in the first half of 2021 was significantly above the figure of EUR 18.2m for the same period last year. Both business segments Air + Ocean and Solutions contributed to the strong rise of the operating result (EBITA). The group's operating margin increased sharply from 3.4 % to 4.7 % compared with the same period of the previous year.

Air + Ocean

At EUR 38.7m, the operating result (EBITA) of the Air + Ocean business segment in the first half of 2021 was EUR 18.8m above the previous year's result of EUR 19.9m. In a market environment characterized by the recovery in global trade and continued tight capacities recovering freight volumes in air and ocean freight combined with a very significant simultaneous increase in freight rates especially in ocean freight had a positive impact on earnings.

Solutions

The Solutions business segment achieved an operating result (EBITA) of EUR 3.8m in the first six months of 2021 (prior year: EUR 1.8m). The increase in earnings is mainly attributable to higher sales in the international transport business. Measures to combat the Covid 19 pandemic continued to impact earnings in the transport network in the first half of the year 2021 due to the closures in the stationary retail sector.

Financial result and income taxes At EUR -1.5m, the financial result for the first two quarters of 2021 improved significantly compared with the prior-year figure of EUR -2.1m, mainly due to lower financial expenses from leases. As a result of the sharp rise in earnings, the income tax expenses of EUR -7.3m in the first half of 2021 were significantly higher than the expenses of EUR -3.6m in the same period of the previous year.

Net result for the period In the first six months of 2021, the Logwin Group achieved a net result for the period of EUR 27.7m (prior year: EUR 12.6m).

Financial position

Operating cash flow The cash flow from operating activities of the Logwin Group amounted to EUR 34.2m in the first half of the year and was thus significantly higher by EUR 26.9m than in the previous year (2020: EUR 7.3m). In addition to the considerably improved operating result, a reduced seasonal increase in working capital of EUR -16.6m compared to the previous year (2020: EUR -20.8m) had a particularly positive impact.

Investing cash flow The cash flow from investing activities of the Logwin Group in the first two quarters of 2021 amounted to EUR -5.4m and was thus EUR 2.6m above the cash flow of EUR -8.0m of the previous year. The improvement is mainly attributable to the decrease in capital expenditures from EUR -9.7m to EUR -6.0 m, which is due to the progress of investments in new transport management systems. The decrease in cash inflows from the sale of non-current assets in connection with site disposals and closures had an offsetting effect.

Free cash flow The Logwin Group generated a free cash flow of EUR 13.7m in the first two quarters of the current year, significantly exceeding the previous year's figure of EUR -16.1m.

Financing cash flow The financing cash flow in the first half of 2021 was EUR -25.6m compared to EUR -25.7m in the previous year. Included in the financing cash flow is the distribution to the shareholders of Logwin AG of EUR -10.1m for the 2020 fiscal year and payments for the repayment of lease liabilities amounting to EUR -15.2m (2020: EUR -15.3m).

Net asset position

Total assets As of 30 June 2021, the Logwin Group reported a noticeable rise in total assets of EUR 93.5m to EUR 667.9m (31 December 2020: EUR 574.4m). The increase in total assets is due to a growth in current assets from EUR 346.5m as of 31 December 2020 to EUR 445.0m as of the balance sheet date. This increase was mainly caused by a revenue driven rise in trade receivables and contract assets from EUR 153.4m as of 31 December 2020 to EUR 234.8m as well as an increase in other current assets from EUR 20.7m to EUR 33.1m.

Cash and net liquidity Cash and cash equivalents of the Logwin Group as of 30 June 2021 amounted to EUR 172.4m (31 December 2020: EUR 168.4m). At EUR 86.5m, net liquidity was significantly above the level at the end of the previous year (31 December 2020: EUR 77.5m), which is mainly due to the increase in cash and cash equivalents as well as a decrease in liabilities from lease contracts.

Liabilities At the end of the first half of 2021, non-current liabilities decreased from EUR 100.9m as of 31 December 2020 to EUR 97.3m. This reduction is primarily due to the adjustment of pension provisions in the amount of EUR 2.4m as a result of the higher interest rate level. Current liabilities amounted to EUR 324.7m as of the reporting date (31 December 2020: EUR 248.7m) and primarily included noticeably increased trade payables of EUR 248.6m (31 December 2020: EUR 172.5m). The increase was also caused by an increase in income tax liabilities with a simultaneous decrease in current lease liabilities.

Equity The Logwin Group's equity increased from EUR 224.9m as of 31 December 2020 to EUR 245.9m in the first half of 2021. A reduction in equity caused by the distribution to the shareholders of Logwin AG was offset by the increase in equity mainly due to the significantly improved net result for the period as well as the interest-related adjustment of pension provisions and positive effects from the currency translation of foreign subsidiaries. Due to the significant increase in total assets, the equity ratio decreased to 36.8 % as of 30 June 2021 (31 December 2020: 39.1 %).

Treasury shares The Board of Directors of Logwin AG decided on 17 March 2020 to start a new share buyback program. The share buy-back program is based on the authorization of the Annual General Meeting on 10 April 2019. As of 30 June 2021 Logwin AG held a total of 4,428 shares at an acquisition cost of EUR 0.6m.

Employees

The Logwin Group employed 3,993 people worldwide as of 30 June 2021 (31 December 2020: 4,160). The number of employees in the Solutions business segment Solutions decreased by 120 compared to the end of 2020. The Air + Ocean business segment Air + Ocean recorded a decrease of 42 employees.

Risks

Compared with the information provided in the Annual Financial Report 2020, the risk situation for the Logwin Group has not changed significantly. Please refer to the Annual Financial Report 2020 with regard to existing and potential risks.

2021 General Meeting

The Annual General Meeting of Logwin AG was held as a conference call on 8 April 2021. In addition to approving the annual financial statements for 2020, the Annual General Meeting also adopted by a large majority the proposal of the Board of Directors to distribute an amount of EUR 3.50 per share for the past fiscal year on the basis of the 2,880,804 shares with dividend entitlement. As a result, a total of EUR 10.1m was distributed to shareholders in April 2021. Further details of the resolutions can be viewed at www.logwin-logistics.com/investors/annual-general-meeting.html.

Outlook

All statements in the outlook report are subject to increased uncertainty due to the uncertainty surrounding the further development of the Covid 19 pandemic.

General Conditions In line with leading economic forecasts, the Logwin Group expects the global economy and world trade to continue to expand over the year as a whole. This will continue to have a positive effect on European and German development. With global vaccination progress, the recovery in the service sector and consumer-related areas will also contribute to the positive development in addition to industrial production. Risks to the expected development arise in particular from supply bottlenecks for raw materials and intermediates and from a renewed increase in the incidence of infection.

Revenue expectations Based on the developments in the first half of the year, the Logwin Group now expects sales to grow significantly to around EUR 1.5 billion. The degree of the increase in sales continues to depend to a large extent on the further development of freight rates and volumes. The Air + Ocean business segment will significantly exceed the previous year's level, while a slight increase in sales is expected in the Solutions business segment.

Earnings expectations Based on current developments, the Logwin Group's operating result (EBITA) will also increase significantly compared with the previous year and is expected to be in the region of EUR 65m. The net result for the period is also expected to increase significantly on the basis of the expected development of operating earnings (EBITA).

The forecast remains subject to greatly increased uncertainty due to the particular development of the market and competitive environment and the possible effects of measures to combat the global pandemic.

Condensed Consolidated Interim Financial Statements

Income Statement

1 January - 30 June	In thousand EUR	2021	2020
Revenues		771,054	537,677
Cost of sales		-704,553	-494,342
Gross profit		66,501	43,335
Selling costs		-13,142	-12,058
General and administrative costs		-16,627	-15,511
Other operating income		4,369	7,255
Other operating expenses		-4,058	-4,495
Impairment losses on financial assets measured at amortized cost		-462	-291
Operating result before impairments of property, plant and equipment and other intangible assets		36,581	18,235
Impairment of property, plant and equipment		-	-
Operating result (EBITA)		36,581	18,235
Goodwill impairment		-	-
Net result before interest and income taxes (EBIT)		36,581	18,235
Finance income		86	99
Finance expenses		-1,632	-2,156
Net result before income taxes		35,035	16,178
Income taxes		-7,302	-3,613
Net result		27,733	12,565
Attributable to:			
Shareholders of Logwin AG		27,478	12,438
Non-controlling interests		255	127
Earnings per share - basic and diluted (in EUR):			
Net result attributable to the shareholders of Logwin AG		9.53	4.31
Weighted average number of shares outstanding		2,882,889	2,883,924

Statement of Comprehensive Income

1 January - 30 June	<i>In thousand EUR</i>	2021	2020
Net result		27,733	12,565
Gains/losses on currency translation of foreign operations		1,934	-3,404
Other comprehensive income that may be reclassified into profit or loss in future periods		1,934	-3,404
Remeasurement of the net defined benefit liability		2,355	893
Deferred tax from remeasurement of the net defined benefit liability		-458	-180
Other comprehensive income that will not be reclassified into profit or loss in future periods		1,897	713
Other comprehensive income		3,831	-2,691
Total comprehensive income		31,564	9,874
Attributable to:			
Shareholders of Logwin AG		31,256	9,762
Non-controlling interests		308	112

Statement of Cash Flows

1 January - 30 June	<i>In thousand EUR</i>	2021	2020
Net result before income taxes		35,035	16,178
Financial result		1,546	2,057
Net result before interest and income taxes		36,581	18,235
Reconciliation adjustments to operating cash flows:			
Depreciation and amortization		19,540	19,402
Result from disposal of non-current assets		-144	-925
Other		945	-1,471
Income taxes paid		-4,636	-5,258
Interest paid		-1,536	-1,970
Interest received		86	101
Changes in working capital, cash effective:			
Change in receivables		-92,018	-121
Change in payables		75,117	-21,140
Change in inventories		270	431
Operating cash flows		34,205	7,284
Capital expenditures in property, plant and equipment and other intangible assets		-6,038	-9,709
Proceeds from disposal of non-current assets		680	1,696
Investing cash flows		-5,358	-8,013
Net cash flow		28,847	-729
Change of current loans and borrowings		109	-10
Payment of liabilities from leases		-15,170	-15,334
Distribution to shareholders of Logwin AG		-10,083	-10,094
Payments for acquisitions of own shares		-244	-214
Distribution to non-controlling interests		-197	-
Financing cash flows		-25,585	-25,652
Free cash flow (= Net cash flow less payment of liabilities from leasing contracts)		13,677	-16,063
Effects of exchange rate changes on cash and cash equivalents		682	-1,774
Change in cash and cash equivalents		3,944	-28,155
Cash and cash equivalents at the beginning of the year		168,408	163,902
Change		3,944	-28,155
Cash and cash equivalents at the end of the period		172,352	135,747

Balance Sheet

Assets	<i>in thousand EUR</i>	30 June 2021	31 Dec 2020
Goodwill		66,319	66,319
Other intangible assets		23,732	22,478
Property, plant and equipment		112,515	118,184
Investments		780	759
Deferred tax assets		18,845	19,523
Other non-current assets		793	699
Total non-current assets		222,984	227,962
Inventories		1,185	1,455
Trade accounts receivable		209,675	140,802
Contract assets		25,083	12,644
Income tax receivables		3,569	2,465
Other receivables and current assets		33,099	20,686
Cash and cash equivalents		172,352	168,408
Total current assets		444,963	346,460
Total assets		667,947	574,422

Liabilities	<i>in thousand EUR</i>	30 June 2021	31 Dec 2020
Share capital		131,300	131,300
Group reserves		114,317	93,144
Treasury shares		-631	-387
Equity attributable to the shareholders of Logwin AG		244,986	224,057
Non-controlling interests		892	795
Shareholders' equity		245,878	224,852
Non-current liabilities from leases		59,698	60,599
Pensions provisions and similar obligations		32,583	35,485
Other non-current provisions		3,594	3,529
Deferred tax liabilities		1,472	1,294
Other non-current liabilities		-	1
Total non-current liabilities		97,347	100,908
Trade accounts payable		248,648	172,523
Current liabilities from leases		25,989	30,233
Current loans and borrowings		176	66
Current provisions		7,888	8,042
Income tax liabilities		6,632	3,230
Other current liabilities		35,389	34,568
Total current liabilities		324,722	248,662
Total liabilities and shareholders' equity		667,947	574,422

Statement of Changes in Equity

	Equity attributable to the		
	Share capital	Additional paid-in capital	Retained earnings
<i>In thousand EUR</i>			
1 January 2020	131,300	146,628	-68,649
Net result			12,438
Other comprehensive income			713
Total comprehensive income			13,151
Acquisition of own shares			
Distributions		-10,094	
Attribution of retained earnings to additional paid-in capital		39,243	-39,243
30 June 2020	131,300	175,777	-94,741
1 January 2021	131,300	175,777	-74,726
Net result			27,478
Other comprehensive income			1,897
Total comprehensive income			29,375
Acquisition of own shares			
Distributions		-10,083	
Attribution of retained earnings to additional paid-in capital		48,947	-48,947
30 June 2021	131,300	214,641	-94,298

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

shareholders of Logwin AG				
Accumulated other comprehensive income				
Currency translation reserve	Treasury shares	Total	Non-controlling interests	Total shareholders' equity
-1,784	-	207,495	1,055	208,550
		12,438	127	12,565
-3,389		-2,676	-15	-2,691
-3,389		9,762	112	9,874
	-214	-214	-	-214
		-10,094	-	-10,094
		-	-	-
-5,173	-214	206,949	1,167	208,116
-7,907	-387	224,057	795	224,852
		27,478	255	27,733
1,881		3,778	53	3,831
1,881		31,256	308	31,564
	-244	-244	-	-244
		-10,083	-211	-10,294
		-	-	-
-6,026	-631	244,986	892	245,878

Notes to the Condensed Consolidated Interim Financial Statements as of 30 June 2021

1 Basis of accounting

These condensed consolidated interim financial statements have been prepared pursuant to § 115 WpHG and in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union. The interim statements comply in particular with the provisions of IAS 34 “Interim financial reporting” and do not include all the information and disclosures required in the consolidated annual financial statements. These condensed consolidated interim financial statements should therefore be read in conjunction with the Group’s annual financial statements as of 31 December 2020.

For the preparation of the condensed interim consolidated financial statements the same accounting policies and valuation methods have been adopted as were applied for the preparation of the consolidated financial statements as of 31 December 2020.

The condensed consolidated interim financial statement have been approved by the Audit Committee of Logwin AG on 30 July 2021.

2 Consolidation scope

As in the previous year, the group of fully consolidated subsidiaries as of 30 June 2021 comprises two domestic and 50 foreign companies.

3 New accounting provisions

The International Accounting Standards Board (IASB) and the IFRS Interpretation Committee (IFRS IC) have published new accounting provisions in recent years. The table below contains the new standards and interpretations that had to be adopted for the first time for financial year 2021:

Standard/interpretation			Mandatory adoption (in the EU) for the annual period beginning on or after	Endorsement
Amendment	IFRS 16	Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021	No
Amendment	IFRS 9 IAS 39 IFRS 7 IFRS 4 IFRS 16	Interest Rate Benchmark Reform – Phase 2	1 January 2021	Yes
Amendment	IFRS 4	Extension of the Temporary Exemption from Applying IFRS 9	1 January 2021	Yes

The above-mentioned amended accounting standards were generally applicable for the first time in the current reporting period. The revised regulations are currently not expected to have any material effects on the future financial statements of the Logwin Group.

4 Segment reporting

The classification of segments is made according to the business segments of the Logwin Group. The segment structure reflects the current organizational and management structure of the Logwin Group. This means that reporting is in line with the requirements of IFRS 8.

Transactions between the segments are made at “arm's length” identical to transactions with third parties. The information on the business segments is reported after consolidation of intrasegment transactions. Transactions between the segments are eliminated in the column “Consolidation”.

The tables below set forth segment information of the business segments:

1 January - 30 June 2021	<i>In thousand EUR</i>	Air + Ocean	Solutions	Other	Consolidation	Group
External revenues		612,828	157,709	517	-	771,054
Intersegment revenues		152	668	632	-1,452	-
Revenues		612,980	158,377	1,149	-1,452	771,054
Operating result (EBITA)		38,718	3,765	-5,902	-	36,581
Financial result						-1,546
Profit before tax						35,035
Income taxes						-7,302
Net result						27,733

1 January - 30 June 2020	<i>In thousand EUR</i>	Air + Ocean	Solutions	Other	Consolidation	Group
External revenues		379,759	157,274	644	-	537,677
Intersegment revenues		177	479	996	-1,652	-
Revenues		379,936	157,753	1,640	-1,652	537,677
Operating result (EBITA)		19,855	1,823	-3,443	-	18,235
Financial result						-2,057
Profit before tax						16,178
Income taxes						-3,613
Net result						12,565

5 Disaggregation of revenue

In the following table, external revenues are disaggregated by existing segments and primary geographical markets in order to reflect the influence of economic factors on the nature, amount, timing and uncertainty of revenues and cash flows.

1 January - 30 June 2021	<i>In thousand EUR</i>	Air + Ocean	Solutions	Other	Group
Germany		26,1867	69,408	517	331,792
Austria		53,775	82,163	-	135,938
Other EU		82,226	6,138	-	88,364
Asia/Pacific		175,742	-	-	175,742
Other		39,218	-	-	39,218
Total external revenues		612,828	157,709	517	771,054

1 January - 30 June 2020	<i>In thousand EUR</i>	Air + Ocean	Solutions	Other	Group
Germany		154,380	82,138	644	237,162
Austria		35,805	71,147	-	106,952
Other EU		45,862	3,989	-	49,851
Asia/Pacific		120,924	-	-	120,924
Other		22,788	-	-	22,788
Total external revenues		379,759	157,274	644	537,677

6 Capital and reserves

On 8 April 2021, the Annual General Meeting of Logwin AG took place as a conference call. In addition to approving the annual financial statements for 2020, the Annual General Meeting also adopted by a large majority the proposal of the Board of Directors to distribute an amount of 3.50 euros per share for the past fiscal year on the basis of the 2,880,804 shares with dividend entitlement. As a result, a total of EUR 10.1m was distributed to shareholders in April 2021.

The Board of Directors of Logwin AG decided on 17 March 2020 to start a new share buyback program. The share buyback program is based on the authorization of the Annual General Meeting on 10 April 2019. As of 30 June 2021 Logwin AG held a total of 4,428 shares at an acquisition cost of EUR 0.6m.

The following table shows the fair values of derivative financial instruments and material other financial instruments whose fair value could be reliably determined as of 30 June 2021 and 31 December 2020:

7 Additional information on financial instruments

<i>In thousand EUR</i>	Fair Value	
	30 June 2021	31 Dec 2020
Securities measured at fair value through profit and loss (FVtPL)	607	586
Equity investments measured at fair value through profit and loss (FVtPL)	173	173
Trade accounts receivables measured at fair value through profit or loss	13,852	5,399
Derivative financial instruments from currency hedges		
with positive market value	1,516	514
with negative market value	-947	-1,594

The long term financial instruments measured at fair value through profit or loss were reported in the balance sheet under financial assets. The derivative financial instruments used for currency hedging are included in other receivables and assets or other current liabilities. With regard to the methods and assumptions used to determine the fair values of financial instruments, please refer to the Annual Financial Report 2020.

In the first six months, there were no significant changes in contingent liabilities in respect of bank and other guarantees, letters of comfort and other liabilities arising in the ordinary course of business. It can still be assumed that no significant obligations will arise from this.

8 Contingent liabilities

To the extent necessary, provisions are recognized for individual matters that could possibly lead to a claim. Beyond this, no claims are expected.

Entities and persons are regarded as related parties if one party has the ability to control the other party or has an interest in the entity that gives it significant influence over the entity, if the party is an associate or if the party is a member of the key personnel of the entity or its parent.

9 Related party transactions

Mr. Stefan Quandt is considered a related party to Logwin AG as he is the sole shareholder of DELTON Logistics S.à r.l., which holds a majority interest in Logwin AG. Mr. Stefan Quandt is also the sole shareholder of DELTON Health AG and AQTON SE and shareholder and Deputy Chairman of the Supervisory Board of BMW AG, Munich. Within the meaning of IAS 24 "Related Party Disclosures" he is a related party to these companies.

Logwin AG generated rental income of EUR 4k (prior year: EUR 4k) from DELTON Logistics S.à r.l. in the first six months. The Logwin Group purchased services from DELTON Logistics S.à r.l. in the amount of EUR 40k (prior year: EUR 30k).

In addition, the following supply and service relationships existed with DELTON Health AG, Bad Homburg v.d.H., and its subsidiaries.

1 January - 30 June	<i>In thousand EUR</i>	DELTON Health AG and its subsidiaries	
		2021	2020
Services provided		227	219
Services received		407	287
		30 June 2021	31 Dec 2020
Receivables		28	-
Payables		348	141

In 2020, Logwin AG also concluded a framework agreement with AQTON SE for money market transactions. Logwin AG had short-term deposits of EUR 50m (31 December 2020: EUR 50m) with AQTON SE as of 30 June 2021. Depositary fees of EUR 27k were incurred in the reporting year (prior year: EUR 0k).

In the first six months of 2021, the Logwin Group's revenues from companies of the BMW Group amounted to EUR 9,067k (prior year: EUR 9,413k). Receivables from the BMW Group amounted to EUR 2,700k as of 30 June 2021 (31 December 2020: EUR 1,574k).

In addition, Logwin Group companies procured vehicles from BMW Group mainly by leasing. The resulting lease payments for Logwin Group for the first half-year of 2021 amounted to EUR 504k (prior year: EUR 685k). Liabilities to the BMW Group from unpaid lease instalments amounted to EUR 1k as of 30 June 2021 (31 December 2020: EUR 5k).

The following business relationships applied with associated and affiliated, non-consolidated companies:

1 January - 30 June	<i>In thousand EUR</i>	Associated and affiliated, not consolidated companies	
		2021	2020
Services provided		206	239
Services received		155	214
		30 June 2021	31 Dec 2020
Receivables		155	128
Payables		201	141

Furthermore, there are business relationships between the Logwin Group and members of the Board of Directors. The Logwin Group incurred expenses of EUR 9k in the first half of 2021 (prior year: EUR 65k).

All transactions with related parties were carried out at arm's length conditions and in accordance with the "dealing at arm's length" principle.

The consolidated interim financial statements were neither audited according to article 1750-1 of the Luxembourg law dated August 10, 1915 with all following changes, nor limited reviewed by an auditor.

12 External review

No significant events occurred after the reporting period.

13 Events after the reporting period

Responsibility statement

"To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the group, and the interim management report of the group includes a fair review of the development and performance of the business and the position of the group, together with a description of the principal opportunities and risks associated with the expected development of the group for the remaining months of the financial year."

Dr. Antonius Wagner
CEO, Chairman of the Board of
Directors

Sebastian Esser
CFO, Deputy Chairman of the Board of
Directors

