MAISONS DU MONDE

HALF-YEAR 2023 FINANCIAL REPORT

AT 30 JUNE

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Half-year 2023 Financial Report
at 30 june

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1.1 Half-year 2023 key highlights

Maisons du Monde continued to navigate a challenging macroeconomic environment, marked by weak consumer spending and limited discretionary expenses. In this context, the Group maintained its efforts to support purchasing power through innovative commercial initiatives and tactical promotional actions, while safeguarding its distinctive market position. The Group implemented its 3C plan, announced in May 2023, focusing on Customers, Costs, and Cash, with the aim of enhancing customer experience, strengthening its operating model and swiftly restoring conditions for profitable organic growth.

1.1.1 MAIN ACHIEVEMENTS

1.1.1.1 Brand Platform Development

Maison du Monde unveiled its captivating Fall-Winter 2023 collection, with inspiring universes and diverse materials and colors. Showcased in Paris in May, this collection has received very positive feedback from industry experts across Europe, with an increase of nearly +40% in press coverage compared to the Spring-Summer collection presented last February, further anchoring its unique positioning.

1.1.1.2 "3C" plan execution

During the quarter, Maisons du Monde made major progress on the delivery of its 3C plan focusing on three key areas:

- **customers:** Concrete actions have been taken to focus on customer experience to create conditions for growth. Strong emphasis was placed on quality of execution and the most recent initiatives include:
  - evolution of Maisons du Monde's after-sales service center into a proactive outbound selling platform to strengthen customer relationships,
  - implementation of an innovative digital platform in-store, known as AppShop, to provide a full omnichannel experience with personalized services and recommendations. This app won the award for Best In-Store Digital Service in the 8th edition of the 100% Omnichannel awards organized by LSA;
- **costs:** Initiatives to streamline operations have already generated 50% of the annual savings objective on SG&A before inflation, notably including optimized structures at Head Office level and efficient management of working hours at store level;
- **cash:** Maisons du Monde remained strongly focused on maintaining a disciplined Capex policy, closely monitoring inventories and actively negotiating payment terms with suppliers.

1.1.1.3 Financing

As anticipated in the renewed credit facility negotiated in April 2022, Maisons du Monde successfully extended the maturity of its RCF credit line (Revolving Credit Facility) from April 2027 to April 2028 and increased the credit line amount from EUR 150 million to EUR 194 million.

1.1.1.4 Share buy-back program

As of 30 June 2023, Maisons du Monde has completed its second share buyback program, which was launched on 29 July 2022. The Group has repurchased 4,098,809 shares at an average market price of EUR 10.17. These shares are intended to be canceled by the end of the year.

During the Board of Directors Meeting on 8 March 2023, the first cancellation of 2,300,000 shares was carried out. The capital reduction was executed on 10 March 2023.

The share capital of Maisons du Monde S.A. amounts to EUR 132,801,434.28, divided into 40,988,097 shares.

1.2 Analysis of the activity and results for the first half of 2023

1.2.1 KEY INDICATORS

KEY FINANCIAL INDICATORS FOR THE FIRST HALF OF 2023

2023 Half Year Key Figures *(in EUR millions)*	H1 2023	H1 2022	% Change
Sales [1]	**543.4**	**603.9**	**-10.0%**
Like-for-like (LFL)[2]	*520.8*	*587.9*	*-11.4%*
EBIT	**16.3**	**28.4**	**-42.6%**
As a % of Sales	*3.0%*	*4.7%*	
Profit/(loss)	**1.0**	**8.4**	**-88.1%**
Base EPS (in EUR)	*0.02*	*0.19*	
Diluted EPS (in EUR)	*0.06*	*0.21*	
Free Cash Flow	**2.7**	**(6.6)**	**N.A**
Net debt	**100.1**	**91.8**	**+9.0%**
Leverage [3]	*1.09x*	*0.66x*	

(1) The sales include merchandise sales, marketplace commissions, service revenue and commissions, net of franchise and promotional sales. Cf Chapter 2 - Condensed Consolidated Interim Financial Statements of this document: Note 8 - Revenue
The Group uses the metric of "Sales" rather than "Total revenue"to calculate growth at constantperimeter, like-for-like growth, gross margin, EBITDA margin and EBIT margin.

(2) Sales like-for-like (LFL) represent the percentage change in sales from the Group's retail stores, websites and B2B activities, net of product returns between one financial period (n) and the comparable preceding financial period (n-1), excluding changes in sales attributable to stores that opened or were closed during either of the comparable periods. Sales attributable to stores that closed temporarily for refurbishment during any of the periods are included.Leverage: Net debt divided by LTM (Last twelve months) EBITDA.

(3) Leverage: Net debt divided by LTM (Last twelve months) EBITDA.

1.2.2 SALES ANALYSIS

SUMMARY OF SALES

(in EUR millions)	Q2 2023	Q2 2022	% Change	H1 2023	H1 2022	% Change
Group GMV[1]	**303.8**	**314.5**	**-3.5%**	**610.9**	**643.7**	**-5.1%**
Sales	**269.7**	**290.9**	**-7.3%**	**543.4**	**603.9**	**-10.0%**
Like-for-like	*-8.6%*	*-10.3%*		*-11.4%*	*-7.1%*	
Sales by product category						
Decoration	133.6	148.9	-10.3%	289.3	320.5	-9.7%
% of sales	*49.5%*	*51.2%*		*53.2%*	*53.1%*	
Furniture	136.1	142.1	-4.2%	254.1	283.4	-10.3%
% of sales	*50.5%*	*48.8%*		*46.8%*	*46.9%*	
Sales by distribution channel						
Stores	186,2	198.2	-6.1%	382.2	407.1	-6.1%
% of sales	*69.1%*	*68.1%*		*70.3%*	*67.4%*	
Online	83.5	92.7	-10.0%	161.2	196.8	-18.1%
% of sales	*30.9%*	*31.9%*		*29.7%*	*32.6%*	
Sales by geography						
France	143.7	151.0	-4.8%	291.6	312.6	-6.7%
% of sales	*53.3%*	*51.9%*		*53.7%*	*51.8%*	
International	126.0	139.9	-10.0%	251.8	291.3	-13.6%
% of sales	*46.7%*	*48.1%*		*46.3%*	*48.2%*	

(1) GMV: Gross Merchandise Volume.

H1 2023 Group GMV was EUR 610.9 million, down -5.1% yoy, with **online GMV** representing 36.4% at EUR 222 million. **Marketplace GMV** reached EUR 85.1 million, up +73.5% compared to H1 2022, of which EUR 7.7 million was generated in-store and EUR 77.3 million online. Q2 2023 amounted to EUR 43.0 million, up +47.6%.

H1 2023 sales were EUR 543.4 million, down -10.0% yoy, of which a significant sales decline in Q1 2023 (-12.5%) due to the high comparable base. Sales improved sequentially in Q2 (-7.3%) but continued to be affected by consumer behavior in a context of constrained purchasing power.

In-store traffic was low-single digit negative in Q2 2023 *vs* last year and nearly stable compared to Q1 2023. Online traffic turned slightly positive in Q2 2023 *vs* last year and sequentially improved compared to Q1 2023. At the same time, the conversion rate variation *vs* last year remained negative both in-store and online in a difficult consumption context.

1.2.2.1 Sales by channel

H1 online sales were EUR 161.2 million, down -18.1% yoy despite a sequential improvement between Q1 2023 (-25.4%) and Q2 2023 (-10.0%). This decline is mainly linked to a decrease in traffic compared to the same period last year and a deterioration of the conversion rate.

H1 store sales amounted to EUR 382.2 million, down -6.1%.

Continuing its active store network management, Maisons du Monde operated 350 integrated stores at the end of June 2023 and 2 stores transferred to affiliation, representing 5 store openings, 11 closures compared to full-year 2022: 214 stores in France (4 net closings o/w 2 affiliated stores) and 138 in rest of Europe (2 net closures).

1.2.2.2 Sales by category

In a context in which purchasing power remained constrained and consumers prioritized non-discretionary expenses, **H1 decoration sales** amounted to EUR 289.3 million, down -9.7% yoy, and accounted for 53.2% of total sales.

H1 furniture sales totaled EUR 254.1 million, down -10.3% yoy.

The category recorded a sequential improvement compared to Q1 2023 at -16.5%, benefiting from a price reduction on 140 references of the most attractive products, and appealing promotional initiatives, notably on the Outdoor collection.

1.2.2.3 Sales by geography

H1 sales in France reached EUR 291.6 million, down -6.7% yoy despite a sequential improvement compared to Q1 2023 (-8.5%), heavily impacted by unrest in France mid-January, and Q2 2023 (-4.8%), benefitting from the development of the marketplace and showing resilience despite lower traffic and conversion.

H1 international sales totaled EUR 251.8 million, down -13.6% yoy. Combined sales in Spain and Italy (60.2% of total international sales) decreased by -7.9%. Combined sales in Belgium, Germany and Switzerland (34% of total international sales) decreased by -18.6% yoy.

As announced in May 2023, Maisons du Monde stopped its online activities in the UK at the end of Q2.

1.3 Financial performance

GROSS MARGIN, EBITDA, EBIT

(in EUR millions)	H1 2023	H1 2022	% Change
Sales[1]	**543.4**	**603.9**	**-10.0%**
Cost of goods sold	(196.9)	(217.2)	-9.3%
Gross margin	**346.5**	**386.7**	**-10.4%**
As a % of Sales	*63.8%*	*64.0%*	
Store operating and central costs	(157.1)	(170.7)	-8.0%
Advertising costs	(27.8)	(32.1)	-13.4%
Logistics costs	(76.4)	(84.5)	-9.6%
Operating Costs	**(261.3)**	**(287.3)**	**-9.0%**
EBITDA[2]	**85.1**	**99.4**	**-14.3%**
As a % of Sales	*15.7%*	*16.5%*	
Depreciation, amortization, and allowance for provisions	(68.8)	(70.9)	-2.9%
EBIT[3]	**16.3**	**28.4**	**-42.7%**
As a % of Sales	*3.0%*	*4.7%*	

(1) The sales include merchandise sales, marketplace commissions, service revenue and commissions, net of franchise and promotional sales. Cf Chapter 2 - Condensed Consolidated Interim Financial Statements of this document: Note 8 - Revenue.
The Group uses the metric of "Sales" rather than "Total revenue"to calculate growth at constantperimeter, like-for-like growth, gross margin, EBITDA margin and EBIT margin.

(2) EBITDA Is defined as current operating profit, excluding (i) depreciation, amortization, and allowance for provisions and, (ii) the change in the fair value of derivative financial instruments. The EBITDA margin is calculated as EBITDA divided by Sales.

(3) EBIT is defined as EBITDA minus depreciation, amortization, and allowance for provisions. The EBIT margin is calculated as EBIT divided by Sales.

1.3.1 GROSS MARGIN

Gross margin rate was resilient in H1 2023, at 63.8%, nearly stable compared to the same period last year.

This is the result of good management of the different components of gross margin, notably:

- an agile and selective pricing strategy designed to effectively mitigate the impact of cost increases over time and a precise monitoring of additional promotional investments to support traffic and sales, in a context of strong competition on pricing;
- productive negotiations with suppliers to maximize the positive effects of freight cost evolution and limit the impact of raw material inflation;
- an efficient hedging policy limiting the effect of USD variation in H1.

The marketplace also contributed positively, notably thanks to the ramp-up in Spain since its launch in Q2 2022, confirming the marketplace's positive effect on Maisons du Monde's economics.

This performance is in line with Maisons du Monde's 2023 ambition to deliver gross margin of around 65% in full-year 2023. The expected improvement of freight costs will positively support a sequential improvement in gross margin in the second half of the year.

1.3.2 OPERATING COSTS

Store operating and central costs decreased by nearly EUR 14 million yoy at EUR 157.1 million. Despite continued inflationary pressure on operating costs, all 3C plan cost initiatives are paying off and 50% of the annual cost savings of EUR 25 million have already been achieved.

Advertising expenses decreased by -13.4% yoy to EUR 27.8 million. Disciplined management ensured both optimal capital allocation, notably prioritizing projects with the highest return on investment to drive customer traffic, as well as adjustments in some countries.

Logistics costs are below H1 2022 by -9.6% yoy, at EUR 76.4 million, representing 14.1% of sales, similar to H1 2022. This decrease is related to a decline in volumes and the positive effects of efficiency measures implemented in such areas as transportation.

1.3.3 EBITDA AND EBIT

EBITDA was down EUR 14.3 million to EUR 85.1 million *vs* EUR 99.4 million in H1 2022. Overall, the measures taken as part of the 3C plan resulted in a -9% adjustment in operating costs over the half-year. This helped contain the impact of sales decrease on EBITDA margin to 80bps, at 15.7% in H1 2023 compared to 16.5% in H1 2022.

D&A expenses decreased by EUR 2.1 million at EUR 68.8 million compared to EUR 70.9 million in H1 2022, highlighting Maisons du Monde's financial discipline. This reflects an adjustment of asset lifecycles linked to lower in-store Capex, and additional costs related to the second warehouse and new IT developments.

EBIT stood at EUR 16.3 million, representing a margin of 3.0%, with a ramp-up expected in the second half of 2023.

1.3.4 NET RESULT

Net income amounted to EUR 1.0 million *vs* EUR 8.4 million in H1 2022. EPS was EUR 0.02, compared to EUR 0.19 in H1 2022.

It included:

- other operating income and expenses, at EUR 5.8 million, mainly related to store closure costs;
- net financial result at EUR 8.5 million *vs* EUR 9.1 million in H1 2022, due to lower interest on loans, including the revolving credit facility, as well as gains on currency transactions;
- income tax, representing EUR 0.9 million *vs* EUR 4.2 million in H1 2022. The effective tax rate was 25.8% as of 30 June 2023, same as last year.

1.4 Cash flow and equity

1.4.1 CASH FLOW ANALYSIS

(in EUR millions)	30 June 2023	30 June 2022
EBITDA	**85.1**	**99.4**
Change in working capital	4.0	(12.3)
Change in other operating items	(0.2)	(4.2)
NET CASH GENERATED BY/(USED IN) OPERATING ACTIVITIES	**88.9**	**82.8**
Capital expenditures (Capex)	(18.0)	(31.8)
Change in debt on fixed assets	(6.4)	(0.2)
Proceeds from sale of non-current assets	0.4	0.2
Decrease in lease debt	(55.7)	(52.0)
Decrease in lease debt/Lease interest paid	(6.5)	(5.6)
FREE CASH FLOW	**2.7**	**(6.6)**

On 30 June 2023, total Capex amounted to EUR 18.0 million, down EUR 14.0 million *vs* 30 June 2022, thanks to disciplined allocation of capital resources, notably for in-store expenses.

In terms of working capital requirement, the Group benefited from negotiations with key suppliers on payment terms and tight monitoring of inventories, decreasing from EUR 245.7 million at end-December 2022 to EUR 222.8 million at end-June 2023.

Free cash flow turned positive at EUR 2.7 million, compared to a negative EUR 6.6 million at end-June.

1.4.2 NET DEBT AND FINANCIAL LEVERAGE RATIO

(in EUR millions)	30 June 2023	31 December 2022
Convertible bonds ("OCEANE")	198.1	195.6
Term loan	(0.4)	(0.5)
Revolving Credit Facilities (RCFs)	(0.7)	(0.7)
Share buyback	-	28.1
Other debt	1.7	1.7
GROSS DEBT	**198.6**	**224.2**
Finance leases	600.9	613.1
Cash & cash equivalents	(100.2)	(121.3)
NET DEBT (IFRS 16)	**699.3**	**716.0**
Less: Lease debt *(IFRS 16)*	(600.9)	(613.1)
Plus: Lease debt *(finance lease)*	1.7	2.2
NET DEBT	**100.1**	**105.1**
LTM (Last twelve months) EBITDA [1]	91.6	109.5
LEVERAGE	**1.09X**	**0.96X**

(1) EBITDA of EUR 85.1 million is restated in accordance with the senior credit facility agreement dated 22 April 2022.

Maisons du Monde benefits from a sound balance sheet. The Group's gross debt position as of 30 June 2023 was EUR 198.6 million compared to EUR 224.2 million at the end of December 2022. Finance leases were down EUR 12.2 million, mainly linked to store closures. Considering its cash and cash equivalents position of EUR 100.2 million *vs* EUR 121.3 million as of 31 December 2022, Maisons du Monde's net debt position on 30 June 2023 was EUR 100.1 million (leverage of 1.09x) compared to EUR 105.1 million on 31 December 2022 (leverage of 0.96x).

1.5 Risk factors and related-party transactions

1.5.1 RISK FACTORS

The main risk factors are of the same nature as those presented in section 2.2 of Chapter 2 of the Universal Registration Document for 2022, filed with the Autorité des marchés financiers (AMF) on April 27, 2023.

As of the date of this report, no significant risks other than those mentioned in the Universal Registration Document for 2022 have been identified."

1.5.2 RELATED-PARTY TRANSACTIONS

Related party transactions are presented in note 29 of the Consolidated Financial Statements for the year ended 31 December 2022.

There was no significant change in related party transactions between 31 December 2022 and 30 June 2023.

1.6 Events subsequent to the period-end, 30 June 2023

None.

1.7 Outlook

1.7.1 PRIORITIES OF THE 3C PLAN FOR THE SECOND HALF OF 2023

For the second half of the year, Maisons du Monde will continue the execution of its 3C plan by accelerating certain initiatives to strengthen its operating model and gradually resume conditions for profitable growth:

- **on the Customer side,** the Group will continue efforts to support purchasing power. These include an agile pricing policy combining tactical promotions and price reductions on a selected product range, as already initiated in the first half of the year. The Group is also finalizing the launch of its marketplace in Germany by the end of the third quarter of 2023. Maisons du Monde will also benefit from measures to continuously improve product availability in-store and online to drive traffic and sales conversion;
- **on the Cost and Cash side,** Maisons du Monde will continue to deploy its cost optimization plan to achieve its annual cost savings objective of EUR 25 million.

  Maisons du Monde will accelerate the dynamic management of its store network, with an objective of up to 15 net store closures, up from the 10 net closures announced in May.

  Lastly, after a successful transfer of 2 stores to an affiliate partner at the end of the second quarter, Maisons du Monde will continue the roll-out with up to 3 additional stores, resulting in up to 5 affiliated stores.

1.7.2 2023 GUIDANCE UNCHANGED

In line with the 2023 roadmap built on the 3C plan, and taking into account the H2 2023 priorities, Maisons du Monde keeps its objectives for 2023 unchanged:

- top line decrease in the low-to-mid-single digit range, with a sequential improvement in H2 *vs* H1;
- EBIT in a range of EUR 65 million to EUR 75 million;
- Free Cash Flow in a range of EUR 40 million to EUR 50 million;
- dividend payout ratio of 30% to 40%;
- ESG commitment: One-third of Maisons du Monde's 2023 collections included in the *Good is beautiful* selection.

2| Condensed consolidated interim financial statements

(Half-Year ended 30 June 2023)

2.1 Consolidated income statement

(in EUR thousands)	Notes	30 June 2023	30 June 2022
Retail sales and commissions related to ordinary activities		544,969	606,005
Other revenue from ordinary activities		15,396	21,539
Revenue	**8**	**560,365**	**627,545**
Cost of sales		(196,922)	(217,220)
Personnel expenses	9	(116,855)	(120,275)
External expenses	10	(166,662)	(196,241)
Depreciation, amortization and allowance for provisions		(68,846)	(70,903)
Fair value – derivative financial instruments	23	1,256	(3,068)
Other current operating income	11	6,910	6,425
Other current operating expenses	11	(3,073)	(3,460)
Current operating profit before other operating income and expenses		**16,173**	**22,804**
Other operating income and expenses	12	(5,752)	(1,092)
Operating profit (loss)		**10,421**	**21,712**
Cost of net debt		(2,975)	(2,981)
Cost of lease debt		(6,600)	(5,725)
Finance income		2,095	2,006
Finance expenses		(1,057)	(2,394)
Financial profit (loss)	**13**	**(8,536)**	**(9,094)**
Profit (loss) before income tax		**1,885**	**12,618**
Income tax expense	14	(920)	(4,243)
Net income from continuing operations		**965**	**8,375**
Net income from discontinued activities		-	-
PROFIT (LOSS)		**965**	**8,375**
Attributable to:			
• owners of the Parent		944	8,524
• non-controlling interests		20	(148)
Profit (loss) from continuing operations attributable to:		**965**	**8,375**
• owners of the Parent		944	8,524
• non-controlling interests		20	(148)
Earnings per share attribuable to the owners of the parent:			
Basic earnings per share	15	0.02	0.19
Diluted earnings per share	15	0.06	0.21

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

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2.2 Consolidated statement of other comprehensive income

(in EUR thousands)	Notes	30 June 2023	30 June 2022
PROFIT (LOSS) FOR THE PERIOD		**965**	**8,375**
• Remeasurements of post employment benefit obligations	26	-	4,668
• Income tax related to items that will not be reclassified		-	(1,036)
Total items that will not be reclassified to profit or loss		**-**	**3,632**
• Cash-flow hedge	23	(16,472)	25,930
• Currency translation differences		(116)	835
• Income tax related to items that will be reclassified		4,255	(6,698)
Items that will be reclassified subsequently to profit or loss		**(12,333)**	**20,067**
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX		**(12,333)**	**23,699**
TOTAL COMPREHENSIVE INCOME (LOSS)		**(11,368)**	**32,074**
Attributable to:			
• owners of the Parent		(11,389)	32,223
• non-controlling interests		20	(148)

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

2.3 Consolidated statement of financial position

ASSETS

(in EUR thousands)	Notes	30 June 2023	31 December 2022
Goodwill	16	327,027	327,027
Other intangible assets	17	244,174	238,906
Property, plant and equipment	18	169,507	174,786
Rights of use	19	604,584	617,331
Other non-current financial assets	20	16,382	16,445
Deferred income tax assets	21	9,278	9,770
Non-current assets		**1,370,952**	**1,384,265**
Inventories	22	222,823	245,728
Trade receivables and other current receivables	22	79,438	82,395
Current income tax assets		10,768	9,875
Derivative financial instruments	23	4	9,443
Cash and cash equivalents		100,197	121,255
Current assets		**413,230**	**468,696**
TOTAL ASSETS		**1,784,182**	**1,852,961**

EQUITY AND LIABILITIES

(in EUR thousands)	Notes	30 June 2023	31 December 2022
Share capital		132,801	140,253
Share premiums		86,260	102,734
Consolidated Reserves		366,390	325,629
Profit (loss) for the period		944	34,295
Equity attributable to owners of the Company		**586,396**	**602,911**
Non-controlling interests		1,200	1,180
TOTAL EQUITY		**587,596**	**604,091**
Convertible bond	25	459	267
Medium and long term lease liability	19	480,074	494,167
Deferred income tax liabilities	21	42,563	46,292
Post-employment benefits	26	8,914	9,228
Provisions	27	16,642	12,939
Derivative financial instruments	23	1,318	6,192
Other non-current liabilities		4,176	4,178
Non-current liabilities		**554,146**	**573,263**
Current portion of borrowings and convertible bond	25	198,181	223,908
Short term lease liability	19	120,820	118,973
Trade payables and other current payables	22	305,909	322,680
Provisions	27	2,852	6,441
Corporate income tax liabilities		3,946	3,526
Derivative financial instruments	23	10,731	79
Current liabilities		**642,440**	**675,607**
TOTAL LIABILITIES		**1,196,586**	**1,248,870**
TOTAL EQUITY AND LIABILITIES		**1,784,182**	**1,852,961**

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

2.4 Consolidated statement of cash flows

(in EUR thousands)	Notes	30 June 2023	30 June 2022
Profit (loss) before income tax		1,885	12,618
Adjustments for:			
• depreciation, amortization and allowance for provisions		71,439	72,750
• net (gain) loss on disposals		2,895	2,086
• change in fair value – derivative financial instruments	23	(1,256)	3,068
• share-based payments		753	66
• cost of net debt	13	2,975	2,981
• cost of Lease debt	13	6,600	5,725
Cash flow before cost of net financial debt and taxes		**85,290**	**99,293**
Change in operating working capital	22	3,982	(12,335)
Income tax paid		(371)	(4,125)
Net cash flow from/(used in) operating activities		**88,901**	**82,834**
Acquisitions of non-current assets:			
• property, plant and equipment	18	(9,443)	(23,778)
• intangible assets	17	(8,684)	(8,854)
Change in loans and advances granted		146	869
Change in debts on fixed assets		(6,428)	(249)
Sale of non-current assets		446	183
Net cash flow from/(used in) investing activities		**(23,962)**	**(31,829)**
Proceeds from borrowings	25	229	144
Borrowings	25	(22,937)	(29,740)
Decrease in lease debt	19	(55,748)	(51,994)
Acquisitions (net) of treasury shares		(508)	(652)
Dividends paid (1)		-	(23,385)
Interest paid	25	(438)	(1,761)
Lease interest paid		(6,502)	(5,618)
Net cash flow from/(used in) financing activities		**(85,904)**	**(113,007)**
Exchange gains/(losses) on cash and cash equivalents		(63)	141
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		**(21,028)**	**(61,860)**
Cash and cash equivalents at beginning of period		121,138	163,199
CASH AND CASH EQUIVALENTS AT END OF PERIOD		**100,110**	**101,339**

(in EUR thousands)	30 June 2023	30 June 2022
Cash and cash equivalents (excluding bank overdrafts)	100,197	102,441
Bank overdrafts	(86)	(1,102)
CASH AND CASH EQUIVALENTS	**100,110**	**101,339**

(1) Dividends payable in respect of fiscal year ended 31 December 2022, amounts to EUR 12.2 million (see consolidated statement of changes in equity). There were paid in July 2023.

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

2.5 Consolidated statement of changes in equity

(in EUR thousands)	Notes	Attributable to owners of the parent					Non-controlling interest	Total equity
		Share capital	Share premium	Consolidated Reserves	Currency translation reserves	Total		
Balance as of 1 January 2022		**146,584**	**134,283**	**369,984**	**274**	**651,125**	**1,241**	**652,366**
Dividends cash-settled		-	-	(23,385)	-	(23,385)	-	(23,385)
Share-based payments		-	-	66	-	66	-	66
Treasury shares		-	-	(652)	-	(652)	-	(652)
Profit (loss) for the period		-	-	8,524	-	8,524	(148)	8,375
Other comprehensive income for the period		-	-	22,864	835	23,699	-	23,699
BALANCE AS OF 30 JUNE 2022		**146,584**	**134,283**	**377,401**	**1,109**	**659,377**	**1,093**	**660,469**
Balance as of 1 January 2023		**140,253**	**102,734**	**359,064**	**860**	**602,911**	**1,180**	**604,091**
Dividends cash-settled		-	-	(12,169)	-	(12,169)	-	(12,169)
Share-based payments		-	-	753	-	753	-	753
Treasury shares (1)		(7,452)	(16,474)	28,751	-	4,825	-	4,825
Profit (loss) for the period		-	-	944	-	944	20	965
Other comprehensive income for the period		-	-	(12,217)	(116)	(12,333)	-	(12,333)
Other changes		-	-	1,465	-	1,465	-	1,465
BALANCE AS OF 30 JUNE 2023		**132,801**	**86,260**	**366,591**	**744**	**586,397**	**1,200**	**587,597**

(1) Under the share buyback programs, the Group bought back 2,162,869 shares and cancelled 2,300,000 (see notes 2.2).

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

Contents

Note 1 Generalities

Maisons du Monde S.A. is a limited liability company with a Board of Directors, governed by the laws of France. Its registered office is at Le Portereau – 44,120, Vertou. Maisons du Monde's shares are listed on Euronext Paris. The Company's LEI (Legal Entity Identifier) code is 9695009DV2698O4ZBU71. During the period, there were no changes concerning the identification of the holding company of the Consolidated Group.

The following consolidated interim financial statements, prepared in accordance with IFRS as adopted by the European Union, cover Maisons du Monde S.A. and its subsidiaries and equity interests in affiliated companies (hereafter referred collectively as "the Group" and individually as a "subsidiary" or "joint-venture").

The Group is a omnichannel retailer of stylish, affordable furnishings and homeware products through its network of stores and its e-commerce platform. Its product range includes a wide variety of styles and categories of furnishings, both in terms of small decorative items, with products including household textiles, tableware and kitchenware, mirrors and picture frames, and large decorative products and furniture, such as large mirrors and lamps, tables, chairs, armchairs and sofas, cupboards, bookshelves and outdoor furniture.

The condensed interim consolidated financial statements have been authorized for issue by the Board of Directors held on 26 July 2023. All amounts are expressed in thousands of euros unless otherwise stated.

Note 2 Significants events

2.1 Cessation of e-commerce activity in the United Kingdom

After several years of presence on the UK market, Maisons du Monde decided to stop its activities in this geographical area. The Group no longer had a physical sales presence in the UK and therefore no longer enjoyed the same brand recognition as in its other markets. Sales in the UK, which were online only, represented just 1% of the Group's sales for the whole of 2022. Commercial activity ceased on 25 May 2023 and the Group continues to deliver outstanding orders. The impacts are non-material over the period and are not considered as discontinued operations.

2.2 Affiliation

As part of its development, Maisons du Monde has decided to test a shop affiliation model.

During the second quarter of 2023, two French shops owned by Maisons du Monde France were transferred to affiliates (at the end of May and beginning of June).

Sales are recognised for the amount of the sale to the end customer and a commission is paid to the affiliate. This commission is shown under external expenses in the income statement.

2.3 Second ESG Impact share buyback program and capital reduction

As of 30 June 2023, Maisons du Monde completed its second share buyback programme launched on 29 July 2022. The Group bought back 4,098,809 shares at an average market price of EUR 10.17. These shares are intended to be cancelled by the end of the year.

On 8 March 2023, the Board of Directors cancelled an initial 2,300,000 shares. The capital reduction was completed on 10 March 2023.

Maisons du Monde S.A.'s share capital now stands at EUR 132,801,434.28 divided into 40,988,097 shares.

2.4 Governance

a) Arrival of François-Melchior de POLIGNAC as Chief Executive Officer

The Board of Directors of Maisons du Monde, Meeting on 25 January 2023, decided to appoint François-Melchior de POLIGNAC Chief Executive Officer with effect from 15 March 2023, to succeed Julie WALBAUM whose term of office as Chief Executive Officer ended on that date. François-Melchior joined Maisons du Monde as Deputy Managing Director on 25 January 2023 to ensure a smooth and efficient transition during this period.

b) New composition of the Board of Directors

At the General Meeting of 29 June 2023, the following were approved:

- The renewal for 3 years of the terms of office of:
  - Laure HAUSEUX, as an independent director;
  - Victor HERRERO, as an independent director.

- The appointment of new directors:
  - François-Melchior de POLIGNAC, Chief Executive Officer of Maisons du Monde, as a director;
  - Françoise GRI, as an independent director to replace Thierry FALQUE-PIERROTIN, who has resigned from his position as director and Chairman of the Board of Directors;
  - MAJORELLE INVESTMENTS S.A.R.L, as a non-independent director, of which Mrs Anouck DURANTEAU-LOEPER is the permanent representative;
  - Mr Adam EPSTEIN, as a non-independent director;
  - Sylvie COLIN, appointed by TELEIOS CAPITAL PARTNERS as permanent representative to replace Adam EPSTEIN.

Note 3 Accounting policies and consolidation rules

3.1 Basis of preparation

The condensed consolidated financial statements for the six-month period ended 30 June 2023 have been prepared in accordance with IAS 34 – Interim Financial Reporting. The accompanying notes therefore relate to significant events and transactions of the period and should be read in conjunction with the consolidated financial statements for the year ended 31 December 2022.

The accounting policies used in the preparation of the condensed consolidated financial statements for the period from 1 January to 30 June 2023 comply with international financial reporting standards (IFRS) as endorsed by the European Union. The standards adopted by the European Union are available on the European Commission's website: **http://www.efrag.org/Endorsement.**

The accounting policies applied as of 30 June 2023 are identical to those described in the notes to the published consolidated financial statements as of 31 December 2022.

Financial data is presented in EUR thousands. Amounts are rounded to the nearest thousands unless otherwise stated. The amounts stated in the consolidated financial statements and notes to the consolidated financial statements are rounded to the nearest unit. As a result, there may be immaterial differences between the sum of the rounded amounts and the total reported.

3.2 New standards, amendments and interpretations

a) New standards, amendments to existing standards and interpretations whose application is mandatory as of 1 January 2023

Adopted by the European Union:

- amendments to IAS 1 – Presentation of Financial Statements – Disclosure of Accounting Policies;
- amendments to IAS 8 – Definition of Accounting Estimates;
- amendments to IAS 12: Deferred tax on assets and liabilities arising from a single transaction;
- amendments to IFRS 17: Initial application of IFRS 17 and IFRS 9 – Comparative information.

Not yet adopted by the European Union:

- amendments to IAS 12 – Pillar II – "Income Taxes"

The Group is currently analysing the impact of the amendment to IAS 12. The majority of Group companies are subject to an effective tax rate in excess of 15%.

These texts had no impact on the Group's consolidated financial statements as of 30 June 2023.

b) New standards, amendments to existing standards and interpretations applicable in future years, not early applied by the Group

Adopted by the European Union:

- amendments to IAS 1 – Presentation of Financial Statements – Classification of current and non-current liabilities;
- amendments to IFRS 16 – Leases – Lease Obligation under Sale and Leaseback.
- amendments to IAS 7 and IFRS 7 – Disclosure of concentration risk with reference to supplier financing arrangements

These 3 amendments will apply to financial years beginning after 1 January 2024.

Note 4 Changes in estimates

As part of its review of the useful lives of fixed assets, Maisons du Monde has noted that certain categories of fixed assets, notably software and general fixtures and fittings, have a longer useful life than initially anticipated. Software is becoming increasingly high-performance and durable, and regular updates help to extend its lifespan. At the same time, the Group has also carried out an analysis of the useful life of its general fixtures and fittings, and on average these items have a longer life than the current depreciation period. Consequently, it was decided to extend the amortization period for software by 2 years and for fixtures and fittings by 3 years. The impact over the period is a EUR 6.5 million reduction in the amortization charge.

Note 5 Critical estimates and judgements

The preparation of consolidated financial statements in compliance with IFRS requires the use of certain critical accounting estimates and judgements that may have an impact on the carrying amount of certain assets, liabilities, proceeds, expenses and on the information provided in the notes to the financial statements.

Estimates and assumptions are reviewed on a regular basis, and at least on each reporting date. They may vary if the circumstances on which they are based change or new information becomes available. Actual results may differ materially from these estimates.

The main estimates made by Management during the preparation of the consolidated financial statements relate to the assumptions used for:

- valuation of intangible assets (goodwill and brands) and property, plant and equipment: notes 16, 17 and 18;
- deferred tax: note 21;
- social security and litigation provisions: notes 11, 22.3 and 27;
- derivative financial instruments and their classification: note 23;
- the duration of leases and the Group's gearing ratio: note 19;
- uncertain tax positions in accordance with IFRIC 23.

Regarding the Goodwill, an impairment test is performed annually or whenever potential impairment evidence has occurred.

As part of the preparation of condensed interim financial statements, the Group uses certain specific valuation methods in accordance with IAS 34 – Interim Financial Reporting:

- the tax expense is calculated for each tax entity by applying to the taxable result of the period the estimated annual average effective rate for the current year;
- the cost of retirement obligations is calculated on the basis of projected actuarial valuations carried out at the end of the previous financial year. These valuations are adjusted to take into account any amendments, reduction or liquidation of the plan. In addition, in the event of a significant market fluctuation having an impact on the actuarial assumptions (discount rate and inflation rate), a new valuation of the retirement commitments is carried out by extrapolating the annual actuarial valuation.

Note 6 Seasonality

The decoration and furniture market in which the Group operates is subject to seasonal fluctuations. The Group's results for any quarter may not necessarily be indicative of the results that may be achieved for the full financial year.

The Group's quarterly results have fluctuated in the past and may fluctuate significantly in the future, depending upon a variety of factors, including, among other things, the Group's product offerings, store openings, store closings, level of home remodelling or relocations, shifts in the timing of holidays, timing of catalogue releases, timing of delivery of orders, competitive factors, and general economic conditions.

In addition, the Group has historically generated, and expects to continue to generate, higher results of operations and EBITDA in the fourth quarter of its financial year, corresponding to the winter selling season. However, the Group's fixed costs, including personnel costs, leases, general and administrative expenses, are more evenly distributed over the course of the year.

2.6 Notes on consolidated income statement

Note 7 Geographical segment information

7.1 Principle

In accordance with IFRS 8 "Operating segments", segment information is based on internal analytical data used to analyze the performance of activities and the allocation of resources by the Board of Directors, which is the Group's main operational decision-making body.

Consequently, an operating segment is a separate component of the Group that engages in activities from which the Group is likely to acquire revenue, ordinary activities and incur expenses. Each operating segment is regularly reviewed by the Board of Directors in order to take decisions on the resources to be allocated and to evaluate their performance.

Sales, EBITDA and Goodwill, other intangible assets and property, plant and equipment are presented by geographical segments. The operating segments (geographical) are as follows:

- France ;
- international.

In addition, the corporate segment includes the holding company's activities, including assets that cannot be allocated to any segments and CICE. This segment, which does not include any revenues, mainly comprises overheads related to finance, legal, human resources and IT Departments as well as expenses related to design, procurement, customer relationship management (CRM) and merchandising.

The Group defines its annual EBITDA as its current operating profit before other operating income and expenses excluding the following:

i) depreciation, amortization and allowance for provisions; and

ii) the change in fair value of its derivative instruments, which are both non-cash items, as well as.

Half-year EBITDA is defined in the same way as full-year EBITDA, but includes (i) expenses relating to the annual catalogue *pro rata* to the amount incurred in the first half of 2023 and 2022 and (ii) the *pro rata* impact in the first half of the full recognition of certain taxes in the 2023 and 2022 half-year consolidated financial statements.

EBITDA by geographical segment includes:

- allocations of certain marketing expenses related to the network of stores as well as operating and marketing expenses for the e-commerce platform. The allocation of these expenses by geographical segment is based on Sales (stores and e-commerce) for each segment;
- allocation of EBITDA of the logistical entities by geographical segment is based on their respective cost of sales.

Sales and EBITDA related to B2B activity (Maisons du Monde) has been fully allocated to the France segment.

2

7.2 Segment income statement

(in EUR thousands)	30 June 2023	30 June 2022
Retail sales	525,069	594,437
France	*277,040*	*303,719*
International	*248,029*	*290,718*
Cost of sales	(196,922)	(217,220)
Gross margin	**328,147**	**377,217**
Gross margin *(in %)*	**62.5%**	**63.5%**
EBITDA	**85,143**	**99,350**
France	*64,214*	*81,510*
International	*57,017*	*62,955*
Corporate	*(36,088)*	*(45,115)*
Depreciation, amortization and allowance for provisions	(68,846)	(70,903)
EBIT	**16,297**	**28,447**
Change in fair value – derivative financial instruments	1,256	(3,068)
Pro rata – catalogs related expenses	(360)	(1,522)
Pro rata – taxes (IFRIC 21)	(1,020)	(1,053)
Current operating profit before operating income and expenses	**16,173**	**22,804**
Other operating income and expenses	(5,752)	(1,092)
Operating profit (loss)	**10,421**	**21,712**
Financial profit (loss)	(8,536)	(9,094)
Profit (loss) before income tax	**1,885**	**12,618**
Income tax expense	(920)	(4,243)
Profit (loss) after income tax	**965**	**8,375**
PROFIT (LOSS)	**965**	**8,375**

7.3 Segments assets

The Group discloses here only segment assets whose amounts are regularly reviewed by the Executive Committee, under Board of Director's supervision.

	30 June 2023			
(in EUR thousands)	France	International	Corporate	Total
Segment assets [(1)]	336,177	145,296	259,235	740,708
Rights of use	352,828	245,387	6,369	604,584
Non-segment assets				438,890
TOTAL ASSETS				**1,784,182**

(1) Goodwill, other intangible and tangible assets.

	31 December 2022			
(in EUR thousands)	France	International	Corporate	Total
Segment assets [(1)]	334,550	149,872	256,296	740,718
Rights of use	362,787	247,307	7,237	617,331
Non-segment assets				494,912
TOTAL ASSETS				**1,852,961**

(1) Goodwill, other intangible and tangible assets.

Note 8 Revenue

8.1 Revenue breakdown

(in EUR thousands)	30 June 2023	30 June 2022
Sales	523,505	592,344
Sales to franchise and promotional sales	1,564	2,093
Sub-total of sales	**525,069**	**594,437**
Services and commissions	19,900	11,568
Retail sales and commissions related to ordinary activities	**544,969**	**606,005**
Transportation to customers	11,067	15,802
Supply chain services	226	228
Other services	4,104	5,509
Other Revenue from ordinary activities	**15,396**	**21,539**
TOTAL REVENUE	**560,365**	**627,545**

8.2 Revenue of goods and commissions related to ordinary activities by channel

(in EUR thousands)	30 June 2023	30 June 2022
Stores	383,819	409,198
Web	161,150	196,807
TOTAL SALES	**544,969**	**606,005**

8.3 Revenue of goods and commissions related to ordinary activities by product

(in EUR thousands)	30 June 2023	30 June 2022
Decoration	286,096	317,253
Furniture	238,976	277,184
Benefits and services	19,897	11,568
TOTAL SALES	**544,969**	**606,005**

Note 9 Personnel expenses

9.1 Wages and salaries

Personnel expenses are broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Wages and salaries	(86,008)	(87,914)
Social security costs	(27,849)	(27,942)
Share-based payment (including social security costs)	(633)	498
Employee profit-sharing (including social security costs)	(1,636)	(3,916)
Post-employment benefits – Defined benefit plans	(729)	(1,000)
TOTAL PERSONNEL EXPENSES	**(116,855)**	**(120,275)**

The change in staff costs is mainly due to (i) the decrease in profit-sharing and incentive schemes in line with the Group's results, and (ii) the decrease in wages and salaries due to the lower headcount, partly offset by an increase in salaries as part of the annual negotiations, and (iii) the reversal of employees provisions.

The average number of full-time equivalent employees is 6,830 for the financial half-year 2023 compared to 7,192 for the 2022 financial half-year. The change relates mainly to our French subsidiary.

9.2 Free share plan

a) New performance share plan

The 29st resolution adopted by the Shareholders' Meeting held on 31 May 2022, authorizes the Board of Directors to grant bonus shares to Group employees, up to a limit of 2% of the share capital recorded as of 31 December 2021. Pursuant to this authorization, the Board of Directors adopted "Bonus Share Plan No. 9" on 22 March 2023, which provides for the allocation of 434,950 performance shares to 206 employees in France and abroad.

The grant of performance shares is subject to the following conditions:

- a requirement of continuous employment within the Group during the vesting period: the shares granted to a beneficiary will ultimately vest only if he or she has been employed within one of the Group's companies during the vesting period, calculated from the grant date, which is set at 36 months, *i.e.*, 22 March 2026;
- in the event of death, disability or retirement, the beneficiary retains his or her rights, no longer being subject to the continuous employment requirement;
- a performance requirement based on the evolution of sales and EBIT between 2022 and 2025;
- a performance requirement relating to environmental and social criteria;
- a performance requirement relating to the Total Shareholder Return (TSR) of the Maisons du Monde share compared with a specific index made up of 50% of the CAC Mid 60 GR index and 50% of an index made up equally of 6 European retailers. However, no payment will be due under this performance criterion if the average of the 30 quotations prior to the maturity date of this plan does not reach a floor price of EUR 15.

The shares granted may be shares issued through a capital increase carried out by the Company no later than the date of final vesting or shares purchased by the Company on the market before that date.

b) Information on the fair value of attribution of performance shares

	Plan n°6	**Plan n°7**	**Plan n°8**	**Plan n°9**
	10 March 2020	**25 March 2021**	**9 March 2022**	**22 March 2023**
Duration of plan	3 years	3 years	3 years	3 years
Fair value of performance shares *(in EUR)*	8.64	16.43	15.90	8.33

In the first half of 2023, in the context of the performance share plans, an expense of EUR 0.6 million (excluding social security charges) was recorded in the income statement within personnel expenses (compared with an income of EUR 0.5 million in the first half of 2022), with a corresponding increase in equity.

The defined performance conditions were calculated for plans 7, 8 and 9.

Note 10 External expenses

External expenses are broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Energy, consumables used, repairs and maintenance	(18,767)	(26,435)
Leases and related expenses	(20,470)	(17,773)
Insurance	(1,347)	(1,215)
Advertising & marketing	(26,316)	(35,978)
Transportation	(62,323)	(73,619)
Bank services	(4,773)	(3,830)
Taxes other than on income	(6,511)	(7,413)
Other external expenses	(26,154)	(29,979)
TOTAL EXTERNAL EXPENSES	**(166,662)**	**(196,241)**

Leases and related expenses include in particular:

- variable rents of EUR 0.2 million in the first half of 2023 (EUR 0.2 million in the first half of 2022);
- rents for short-term contracts amounts to EUR 0.6 million in the first half of 2023 (EUR 0.5 million in the first half of 2022);
- rents for low-value contracts amounts to EUR 3.6 million in the first half of 2023 (EUR 2.4 million in the first half of 2022);
- rent relief of EUR 0.5 million in the first half of 2023 (EUR 1.1 million in the first half of 2022) in application of the IFRS 16 amendment relating to rent relief for Covid-19;
- rental expenses of EUR 11.1 million in the first half of 2023 (EUR 10.7 million in the first half of 2022).

The change in other external expenses was due in particular to a fall in transport costs as a result of fewer direct deliveries to consumers or to shops (in line with the growth in web sales), and to a fall in other expenses linked in particular to the implementation of a company-wide "3C" plan. This plan, which focuses on customers, costs and cash, aims to strengthen the business model and rapidly re-establish the conditions for profitable organic growth, in particular by cutting costs.

Note 11 Other income and expenses from operations

Other income and expenses from operations are broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Gains and losses on disposals (1)	(1,409)	(838)
Commercial disputes, losses and gains (2)	5,774	4,256
Leases & related expenses (1)	(504)	(176)
Other current operating income	(24)	(276)
TOTAL OTHER CURRENT OPERATING INCOME AND EXPENSES	**3,837**	**2,966**

(1) Refers to stores repositioned in the same area.

(2) Includes income from the cancellation of unused gift cards whose expiry date has passed.

Note 12 Other operating income and expenses

Other operating income and expenses are broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Restructuring costs [(1)]	(1,513)	(194)
Impacts related to store closures [(2)]	(3,803)	(575)
Other	(436)	(323)
TOTAL OTHER OPERATING INCOME/(EXPENSES)	**(5,753)**	**(1,092)**

(1) Includes costs relating to the recruitment or departure of senior executive and the recruitment of directors.

(2) Refers to stores closed or being closed and not repositioned in the same area. The impact presented includes provisions and reversals recorded following the closure of stores.

Note 13 Financial Income

Finance income and expenses are broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Interests on term loan	(229)	(41)
Interests on convertible bond	(2,470)	(2,412)
Interests on loans, including Revolving Credit Facilities	(274)	(529)
Others	(2)	1
Cost of net debt	**(2,975)**	**(2,981)**
Cost of lease debt	(6,600)	(5,725)
Exchange gains and losses	1,280	673
Commission costs	(727)	(1,008)
Other finance income & costs	486	(54)
TOTAL FINANCIAL PROFIT (LOSS)	**(8,536)**	**(9,094)**

Note 14 Income tax

Income tax is broken down as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Current income tax	97	(6,720)
Deferred tax	(1,017)	2,478
INCOME TAX EXPENSE	**(920)**	**(4,243)**

The tax effects of other comprehensive income are as follows:

(in EUR thousands)	30 June 2023	30 June 2022
Cash-flow hedge [(1)]	4,255	(6,698)
Income tax relating to items that may be subsequently reclassified to profit or loss	**4,255**	**(6,698)**
Tax on actuarial gains (losses) on post-employment benefits	-	(1,036)
Income tax relating to items that will not be subsequently reclassified to profit or loss	**-**	**(1,036)**
TOTAL INCOME TAX ON OTHER COMPREHENSIVE INCOME (LOSS)	**4,255**	**(7,734)**

(1) See note 23.

The Group's income tax differs from the theoretical tax which would apply according to the actual tax rate applicable to the results of consolidated companies for the following reasons:

(in EUR thousands)	30 June 2023	30 June 2022
Net income from continuing operations	965	8,375
Less income tax expense	*(920)*	*(4,243)*
Profit (loss) of consolidated companies before tax	**1,885**	**12,618**
Theoretical tax rate	25.83%	25.83%
Theoretical income tax expense (+)/ product (-)	**487**	**3,259**
Difference in income tax rates in other countries	(284)	162
Tax [(1)]	475	1,176
Impact of tax credits	(1,469)	(1,412)
Impact of permanent differences [(2)]	1,711	923
Other	-	134
ACTUAL INCOME TAX EXPENSE	**920**	**4,243**
Effective tax rate	48.81%	33.63%

(1) Includes mainly the CVAE (France), the IRAP (Italy) and the Gewerbesteuermessbetrag (Germany).

(2) Includes in 2023, includes donations to foundations for EUR 0.9 million and a provision for risk for EUR 0.2 million.

Note 15 Earnings per share

Earnings per share as of 30 June 2023, can be analysed as follows:

(in EUR thousands, unless otherwise stated)	Group part Continued activities
Profit (loss) for the period attributable to shareholders of the parent	**944**
Weighted average number of ordinary shares	40,678
BASIC EARNINGS PER SHARE *(in EUR)*	**0.02**

(in EUR thousands, unless otherwise stated)	Group part Continued activities
Profit (loss) for the period attributable to shareholders of the parent	**944**
Convertible and exchangeable instruments [(1)]	1,690
Profit (loss) for the period attributable to shareholders of the parent	**2,634**
Weighted average number of ordinary shares	40,678
Adjustment for dilutive impact of performance shares	121
Dilutive effect of convertible bonds	4,235
Adjusted weighted average number of ordinary shares, excluding treasury shares	**45,035**
DILUTED EARNINGS PER SHARE *(in EUR)*	**0.06**

(1) For the calculation of diluted earnings per share, net income for the period has been adjusted for interest on the convertible bond, net of tax.

The earnings per share as of 30 June 2022, was as follows:

	Group part
(in EUR thousands, unless otherwise stated)	**Continued activities**
Profit (loss) for the period attributable to shareholders of the parent	**8,524**
Weighted average number of ordinary shares	43,892
BASIC EARNINGS PER SHARE *(in EUR)*	**0.19**

(in EUR thousands, unless otherwise stated)	**Continued activities**
Profit (loss) for the period attributable to shareholders of the parent	**8,524**
Convertible and exchangeable instruments [(1)]	1,654
Profit (loss) for the period attributable to shareholders of the parent	**10,178**
Weighted average number of ordinary shares	43,892
Adjustment for dilutive impact of performance shares	413
Dilutive effect of convertible bonds	4,235
Adjusted weighted average number of ordinary shares, excluding treasury shares	**48,541**
DILUTED EARNINGS PER SHARE *(in EUR)*	**0.21**

(1) For the calculation of diluted earnings per share, net income for the period has been adjusted for interest on the convertible bon, net of tax.

The Group's share capital as of 30 June 2023 consisted solely of the ordinary shares of Maisons du Monde S.A. and decreased during the first half of 2023 (see note 24.1).

The change in the weighted average number of ordinary shares is due to the restatement of treasury shares, the number of which changed during the period.

Diluted earnings per share take into account the weighted average number of performance shares granted to employees (see note 9.2) and convertible bonds (see note 25.1a).

2.7 Notes on consolidated balance sheet

Note 16 Goodwill

16.1 Goodwill

Management reviews the business performance based on geography. Therefore, management allocates the goodwill at the geographical area-level. For the Group, it has identified France and International geographical areas.

The following is a summary of goodwill allocation:

(in EUR thousands)	France	International	Total
Net carrying amount as of 1 January 2022	246,793	80,234	327,027
Net carrying amount as of 30 June 2022	246,793	80,234	327,027
Net carrying amount as of 1 January 2023	246,793	80,234	327,027
NET CARRYING AMOUNT AS OF 30 JUNE 2023	**246,793**	**80,234**	**327,027**

16.2 Analysis of the situation as of 30 June 2023

As of 30 June 2023, in the absence of any indication of impairment, the Group did not carry out any further impairment tests during the period. Consequently, no impairment was recognised as of 30 June 2023.

Note 17 Intangible assets

(in EUR thousands)	Brand, Trademarks, licenses, patents	Commercial leasehold rights	Internally generated software development costs	Other	Total
Net carrying amount as of 1 January 2022	**205,707**	**6,061**	**16,830**	**4,079**	**232,677**
Acquisitions	185	-	343	8,326	8,854
Disposals	-	(719)	-	(2)	(721)
Amortization charge	(4,627)	(133)	(904)	-	(5,664)
Impairment	-	1,122	-	-	1,122
Other	7,052	(67)	(4,673)	(2,307)	5
Currency translation differences	2	-	-	-	2
Net carrying amount as of 30 June 2022	**208,320**	**6,264**	**11,596**	**10,096**	**236,276**
Net carrying amount as of 1 January 2023	**208,410**	**6,437**	**20,128**	**3,931**	**238,906**
Acquisitions	886	-	2,552	5,246	8,684
Disposals	(1)	1	-	-	-
Amortization charge (1)	(718)	(83)	(2,860)	-	(3,661)
Reversals	-	(31)	-	-	(31)
Other	525	51	1,562	(1,862)	276
Currency translation differences	(0)	-	-	-	(0)
NET CARRYING AMOUNT AS OF 30 JUNE 2023	**209,102**	**6,375**	**21,382**	**7,315**	**244,174**

(1) Following a review of the useful lives of fixed assets, the Group decided to extend the depreciation period for software by 2 years. The impact for the period is a EUR 1.3m reduction in depreciation charges.

2

Note 18 Tangible assets

(in EUR thousands)	Constructions	Technical installations, industrial equipment and machinery	Other property, plant and equipment	Fixed assets under construction	Advances and payments on property, plant and equipment	Total
Net carrying amount as of 1 January 2022	**107,918**	**6,430**	**31,748**	**15,831**	**3,001**	**164,929**
Acquisitions	4,213	545	2,288	12,857	3,874	23,778
Disposals	(784)	(37)	131	(366)	(90)	(1,146)
Amortization charge	(9,965)	(1,473)	(4,920)	-	-	(16,358)
Impairment	4	7	18	-	-	29
Other	1,489	1,876	(983)	(376)	(1,998)	7
Currency translation differences	304	142	62	0	-	508
Net carrying amount as of 30 June 2022	**103,179**	**7,491**	**28,344**	**27,946**	**4,787**	**171,746**
Net carrying amount as of 1 January 2023	**103,765**	**7,127**	**29,549**	**32,722**	**1,622**	**174,786**
Acquisitions	3,864	406	1,311	3,760	101	9,443
Disposals	(1,740)	(91)	(287)	(65)	(124)	(2,307)
Amortization charge [(1)]	(6,545)	(1,358)	(3,297)	-	-	(11,200)
Impairment	(527)	(13)	(123)	-	-	(663)
Other	536	108	289	(792)	(715)	(574)
Currency translation differences	43	(27)	7	-	(0)	23
NET CARRYING AMOUNT AS OF 30 JUNE 2023	**99,396**	**6,152**	**27,450**	**35,625**	**884**	**169,507**

(1) Following a review of the useful lives of fixed assets, the Group decided to extend the depreciation period for certain assets by 3 years. The impact for the period is a EUR 5.2m reduction in depreciation charges.

Note 19 Right of use and lease debt

19.1 Right of use

The rights of use have the following net values:

(in EUR thousands)	Constructions	Technical installations, industrial equipment and machinery	Other property, plant and equipment	Total
Net carrying amount as of 1 January 2022	**588,600**	**3,008**	**9,643**	**601,251**
New contracts included revaluation	121,511	3,354	(294)	124,571
Amortization charge	(106,220)	(1,599)	(2,357)	(110,176)
Other	(10)	-	-	(10)
Currency translation differences	1,694	-	1	1,695
Net carrying amount as of 30 June 2022	**605,575**	**4,763**	**6,993**	**617,331**
Net carrying amount as of 1 January 2022				
New contracts included revaluation	42,083	220	33	42,336
Amortization charge	(54,627)	(542)	(937)	(56,106)
Impairment (charge/release)	986	-	-	986
Reclassification	(14)	-	-	(14)
Currency translation differences	51	-	0	51
NET CARRYING AMOUNT AS OF 30 JUNE 2023	**594,054**	**4,441**	**6,089**	**604,584**

19.2 Lease debt

The changes in lease debt are detailed as follows:

(in EUR thousands)	31 December 2022	Decrease	Without cash impact: New contracts included revaluation	Interest	Change effect	30 June 2023
Lease debt	613,140	(55,748)	43,366	97	39	600,894
TOTAL NET DEBT	**613,140**	**(55,748)**	**43,366**	**97**	**39**	**600,894**

As of 30 June 2023, the maturities of lease debt are analysed as follows:

	Maturity as of 30 June 2023			
(in EUR thousands)	Less than 1 year	From 1 to 5 years	More than 5 years	Total
Lease debt	120,820	307,939	172,135	600,894
TOTAL BORROWINGS	**120,820**	**307,939**	**172,135**	**600,894**

As of 30 June 2023, the lease debt bears interest at a fixed rate.

Note 20 Other non-current financial assets

(in EUR thousands)	30 June 2023	31 December 2022
Equity securities [(1)]	4,316	4,316
Other financial assets [(2)]	12,066	12,129
TOTAL OTHER NON-CURRENT FINANCIAL ASSETS	**16,382**	**16,445**

(1) Company shares correspond to equity interests in Economic Interest Groups acquired when stores were opened and to the holding company that owns Modani.

(2) Other financial assets mainly concern deposits and guarantees paid or granted to lessors of stores, warehouses, headquarters, and factories.

Note 21 Deferred income tax assets and liabilities

The analysis of deferred income tax assets and deferred income tax liabilities is as follows:

(in EUR thousands)	30 June 2023	31 December 2022
Deferred tax assets	9,278	9,770
Deferred tax liabilities	(42,563)	(46,292)
TOTAL DEFERRED TAX ASSETS/(LIABILITIES)	**(33,286)**	**(36,521)**

Deferred tax assets and liabilities are offset when they relate to the same taxable entity (legal entity or tax consolidation group) and when the applicable tax regulations allow current tax to be offset.

Deferred tax assets are recognised in respect of tax loss carry forwards to the extent that it is probable that the associated tax benefit will be realised. The capitalised tax losses amounts to EUR 8.5 million as of 30 June 2023.

The Group applies IAS 12 for the separate recognition of deferred tax assets and liabilities.

The utilisation of this deferred tax asset within a reasonable timeframe is in line with the annual forecast plan achieved as of 31 December 2022.

2

Note 22 Analysis of Working Capital

(in EUR thousands)	31 December 2022	Change in Working Capital	Other changes	Change effect	30 June 2023
Inventories	245,728	(24,625)	1,759	(39)	222,823
Trade receivables and other current receivables	82,395	(2,968)	-	12	79,439
Assets	**328,123**	**(27,593)**	**1,759**	**(27)**	**302,262**
Trade payables and other current payables (1)	322,680	(23,609)	6,786	51	305,909
Other non-current liabilities	4,178	(2)	-	(0)	4,176
Liabilities	**326,858**	**(23,611)**	**6,786**	**51**	**310,085**
WORKING CAPITAL	**1,265**	**(3,982)**	**(5,027)**	**(78)**	**(7,823)**

(1) Other changes include a debt of EUR 12.2 million related to dividends payable to Group shareholders, and a change in fixed asset payable of EUR (6.4) million.

22.1 Inventories

(in EUR thousands)	30 June 2023	31 December 2022
Packaging and supplies	10,025	8,136
Semi-finished products	1,301	1,667
Merchandise	217,324	240,421
Gross value	**228,650**	**250,224**
Depreciation	(5,827)	(4,496)
NET CARRYING AMOUNT	**222,823**	**245,728**

22.2 Trade receivables and other current receivables

(in EUR thousands)	30 June 2023	31 December 2022
Trade receivables	12,358	15,756
Impairment of receivables	(3,317)	(3,461)
Trade receivables – Net	**9,041**	**12,295**
Advances paid to suppliers	5,599	4,299
Receivables from suppliers	3,943	6,645
Taxes and duties	24,516	32,393
Other receivables	4,105	2,962
Prepaid expenses	32,234	23,801
Other receivables	**70,396**	**70,100**
TOTAL TRADE AND OTHER RECEIVABLES	**79,438**	**82,395**

The decrease in trade and other receivables of -EUR 3.0 million is mainly due to:

- a decrease in trade receivables due to the seasonal effect of gift voucher payments outside Maisons du Monde;
- a decrease in trade receivables due to changes in year-end discounts, with the settlement of RFA 2022 and the inclusion of RFA 2023;
- a decrease in taxes and duties of -EUR 7.9 million, mainly due to the repayment of a VAT credit;
- an increase in prepaid expenses due to the seasonal effect of annual contracts.

22.3 Trade and other payables

(in EUR thousands)	30 June 2023	31 December 2022
Trade payables	171,106	156,642
Dividends payables	12,169	-
Advance payments received on orders in progress	45,975	57,064
Social and tax payables	60,871	88,743
Amounts payable on fixed assets	3,883	10,308
Deferred revenue	11,905	9,924
TOTAL TRADE PAYABLES AND OTHER PAYABLES	**305,909**	**322,680**

The decrease in trade and other payables of -EUR 16.8 million is mainly due to:

- a decrease in "Advances on customer orders", mainly due to the use of gift cards by customers in the first half of 2023 and the cancellation of expired gift cards;
- a decrease in "Social security and tax liabilities", due to the payment of profit-sharing and incentive schemes in 2022, lower staff costs in 2023 and lower VAT to be disbursed;
- an increase in trade payables, partially offset by a decrease in fixed asset payables;
- an increase in dividends payable of EUR 12.2 million, paid on 7 July 2023.

Note 23 Derivative financial instruments

The fair value of derivative financial instruments is broken down as follows:

	30 June 2023		31 December 2022	
(in EUR thousands)	Asset	Liabilitiy	Asset	Liabilitiy
Forward foreign exchange contracts	4	12,049	9,443	6,271
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**4**	**12,049**	**9,443**	**6,271**

All contracts are intended to cover the purchase of goods and freight in US dollars and all Swiss Franc and Sterling contracts are intended to cover our Swiss Franc and Sterling sales.

The nominal value of these financial instruments is as follows:a

	30 June 2023	31 December 2022
Contracts in US dollars *(in USD millions)*	415.9	(543.0)
Contracts in Swiss Francs *(in CHF millions)*	(9.0)	(18.0)
Contracts in pounds sterling *(in GBP million)*	(0.7)	(3.5)

The amount recognised directly in equity as of 30 June 2023 was -EUR 16.5 million. It corresponds to the valuation of contracts in force at the balance sheet date, which are intended to cover forecast cash flows. The amount of EUR 1.3 million recognised in the income statement, under profit on ordinary activities, corresponds to the time value of the change in the fair value of the hedging instruments ("premium/discount" component).

Note 24 Equity

The Group's policy is to maintain a strong capital base to maintain investor, creditor, and market confidence and to sustain future development of the business. Management monitors the return on capital, as well as the level of dividends to shareholders.

24.1 Shares

As of 8 March 2023, the Board of Directors decided to cancel 2,300,000 shares acquired under the second share buyback program.

As a result, as of 30 June 2023, the share capital of Maisons du Monde S.A. consisted of 40,988,097 ordinary shares. Based on a value of EUR 3.24 per share, the share capital of Maisons du Monde S.A. thus amounts to EUR 132,801,434.28.

24.2 Treasury shares

Treasury shares are Maisons du Monde S.A. shares held by the Group as part of a liquidity contract, in accordance with an Ethics Charter established by the French association of financial markets (AMAFI charter) and approved by the French financial market's authority (Autorité des marchés financiers), or as part of shares buyback plans allocated to performance shares plans.

As of 30 June 2023, the Group held:

- 57,366 treasury shares under the liquidity contract, compared with 57,870 treasury shares as of 31 December 2022;
- 479,562 treasury shares under the share buyback programs allocated to performance share plans;
- 1,798,809 shares bought back under the second ESG share buyback program. These shares are intended for cancellation.

24.3 Dividends per share

In respect of the 2022 financial year, an ordinary dividend of EUR 0.30 per share was approved at the General Meeting of 29 June 2023 and paid on 7 July 2023 for a total amount of EUR 11,595 thousand. The dividend in respect of treasury shares held by the Group at the time of detachment of the dividend was not paid. The sums corresponding to dividends not paid on treasury shares are therefore allocated to "retained earnings".

Note 25 Net debt

25.1 Net debt

The variations in net debt are broken down as follows:

		Cash impact			Without cash impact				
(in EUR thousands)	**31 December 2022**	**Increase**	**Decrease**	**Interest and commission paid/ remitted**	**Issuance fees**	**Interest**	**Change effect**	**Other**	**30 June 2023**
Cash at bank and in hand	121,163	-	(71,023)	-	-	-	(61)	-	50,079
Short term investments & cash equivalent	91	50,028			-	-	(2)	-	50,118
Total Cash and cash equivalents	**121,255**	**50,028**	**(71,023)**	**-**	**-**	**-**	**(63)**	**-**	**100,197**
Convertible bond	195,612	-	-	-	-	2,470	-	-	198,082
Term loan	(471)	-	-	(169)	62	164	-	-	(414)
Revolving Credit Facilities	(735)	-	-	(258)	46	223	-	-	(724)
Other borrowings	466	-	(154)	(9)	-	8	-	-	311
Share buy back program (1)	28,116	-	(22,783)	-	-	-	-	(5,333)	-
Deposits and guarantees	1,070	229	-	-	-	-	-	-	1,299
Banks overdrafts	117	-	(31)	(2)	-	2	-	-	86
Total debt	**224,175**	**229**	**(22,968)**	**(438)**	**108**	**2,867**	**-**	**(5,333)**	**198,640**
TOTAL NET DEBT	**102,920**	**(49,799)**	**48,055**	**(438)**	**108**	**2,867**	**63**	**(5,333)**	**98,444**

(1) Corresponds to the amount of remaining shares to be acquired under the share buyback program (see Note 2.3).

The short-term investment (such as SICAV and certificate of deposit) consist of investment of short duration (less than 3 months) with minimal risk of value's fluctuation.

The bank overdrafts are presented with loans in the "Current liabilities" section.

The breakdown by currency of the net debt is broken down as follows:

	30 June 2023					
(in EUR thousands)	EUR	CHF	GBP	USD	Others currency	Total
Convertible bond	198,082	-	-	-	-	198,082
Term loan	(414)	-	-	-	-	(414)
Revolving Credit Facilities	(724)	-	-	-	-	(724)
Other borrowings	311	-	-	-	-	311
Deposits and guarantees	1,299	-	-	-	-	1,299
Banks overdrafts	86	-	-	-	-	86
Cash and cash equivalents	(83,995)	(5,799)	(481)	(8,783)	(1,139)	(100,197)
TOTAL NET DEBT	**114,646**	**(5,799)**	**(481)**	**(8,783)**	**(1,139)**	**98,444**

	31 December 2022					
(in EUR thousands)	EUR	CHF	GBP	USD	Others currency	Total
Convertible bond	195,612	-	-	-	-	195,612
Term loan	(471)	-	-	-	-	(471)
Revolving Credit Facilities	(735)	-	-	-	-	(735)
Other borrowings	466	-	-	-	-	466
Treasury shares	28,116	-	-	-	-	28,116
Deposits and guarantees	1,070	-	-	-	-	1,070
Banks overdrafts	117	-	-	-	-	117
Cash and cash equivalents	(108,958)	(4,888)	(196)	(6,233)	(980)	(121,255)
TOTAL NET DEBT	**115,217**	**(4,888)**	**(196)**	**(6,233)**	**(980)**	**102,920**

The net debt lists the following credit facilities:

a) Convertible bond

On 6 December 2017, Maisons du Monde issued bonds convertible into new or existing shares ("OCEANE") due December 2023 by way of a private placement to institutional investors, for a nominal amount of EUR 200 million (4,100,041 bonds with a nominal value of EUR 48.78). Existing shareholders of the Company shall have no preferential subscription rights (or priority subscription period) in connection with the bonds or the underlying shares of the Company.

The Bonds have been issued at par and bear interest at an annual rate of 0.125%, payable annually in arrears on 6 December of each year and for the first time on 6 December 2018. Issuance fees were EUR 2.3 million.

Unless previously converted, exchanged, redeemed, or purchased and cancelled, the Bonds will be redeemed at par on 6 December 2023. The Bonds may be redeemed prior to maturity at the option of the Company, subject to certain conditions, and at the option of the holders in the event of a change of control of the Company.

From the Issue Date (*i.e.* 6 December 2017) and up to 5:00 p.m. (Paris time) on the 7th business day preceding the maturity date or the relevant early redemption date, the Bonds will entitle their holders to receive shares of the Company at a ratio of one share per Bond, subject to any potential subsequent adjustments.

The Bonds are listed on the Euronext Access™ market of Euronext Paris since 12 December 2017.

The market rate used and the initial breakdown between the "Debt" portion and the "Equity" portion are as follows:

- market rate used for the calculation of the debt: 2.35%;
- fair value of financial debt at issue: EUR 173.3 million (net of EUR 2.1 million issuance fees);
- equity portion of the convertible bond: EUR 24.3 million (net of EUR 0.3 million issuance fees).

As of 30 June 2023:

- the amount of the convertible bond, net of issuance fees, is EUR 198 million;
- effective interest rate stands at 2.50% and the financial expense amounts to EUR 2.5 million (debt accretion effect using the effective interest rate method).

During the period, no bonds were converted or refunded.

Repayment of the EUR 200 million bond issue scheduled for 6 December 2023 will be made using the Group's senior credit facilities of EUR 294.0 million and cash and cash equivalents (EUR 100.2 million as of 31 December 2022).

b) Senior Credit Facilities ("Term Loan" and "RCF") and additional Credit Revolving Facility ("Additional RCF")

During the first half of 2023, and as provided for in the original agreement, the Group extended the maturity of its RCF credit line from April 2027 to April 2028 and increased the amount by EUR 44 million, from EUR 150 million to EUR 194 million.

In addition, the Group has a long-term credit line amounts to EUR 100 million.

As of 30 June 2023, both revolving credit facilities are undrawn.

The credit facilities are subject to compliance with a leverage ratio, which is the ratio of total net debt at the last day of the reporting period to consolidated EBITDA adjusted of the impact of IFRS 16.

This leverage ratio, which must remain below 3, was respected as of 30 June 2023.

Maisons du Monde has chosen to introduce an ESG component into its bank financing, based on 3 indicators:

- carbon intensity;
- the share of responsible supply;
- the rate of recommendation of Maisons du Monde as an employer.

Targets are defined for each indicator and for each period. The achievement or non-achievement of these targets has a positive or negative impact on the credit margin. The bonus or malus thus generated systematically benefits the Maisons du Monde Foundation instead of Maisons du Monde (bonus) or the bank (malus).

c) Bilateral Lending Facilities

Maisons du Monde France has contracted various credit facilities (for a total of EUR 31.1 million) with Banque Populaire, BNP Paribas, CIC Ouest, Crédit Agricole Corporate and Investment Bank, LCL, Natixis and Société Générale.

25.2 Maturity of borrowings and other financial debts

As of 30 June 2023, the maturity ranges of borrowings are as follows:

	Maturity as of 30 June 2023			
(in EUR thousands)	Less than 1 year	From 1 to 5 years	More than 5 years	Total
Convertible bond	198,082	-	-	198,082
Term loan	(65)	(349)	-	(414)
Revolving Credit Facilities	(99)	(625)	-	(724)
Other borrowings	177	129	5	311
Deposits and guarantees	-	-	1,299	1,299
Bank overdraft	86	-	-	86
TOTAL BORROWINGS	**198,181**	**(845)**	**1,304**	**198,640**

25.3 Fixed and variable rate

(in EUR thousands)	30 June 2023	31 December 2022
Floating rate	173	18
Fixed rate	198,467	224,157
TOTAL BORROWINGS	**198,640**	**224,175**

Floating rate borrowings includes the Term Loan, Credit revolving facilities, financial leases and bank overdrafts.

Note 26 Post-employment benefits

The employment benefits provision relates to defined-benefit pension plans.

The defined benefit obligations are broken down by country as follows:

(in EUR thousands)	30 June 2023	31 December 2022
France	2,079	1,919
Switzerland	384	337
Italy	6,451	6,972
DEFINED BENEFIT OBLIGATION	**8,914**	**9,228**

The pension reform passed in France in the first half of 2023, raising the retirement age to 64, has no material impact on defined benefit obligations as of 30 June 2023.

Note 27 Provisions

(in EUR thousands)	Provisions for commercial disputes	Provisions for labor disputes	Provision relating to stores (closures and lease disputes)	Tax Provisions	Other	Total
Balance as of 1 January 2022	**435**	**3,843**	**1,390**	**85**	**9,418**	**15,170**
Additionnal provisions	93	5,999	1,371	279	1,642	9,384
Unused amounts reversed	-	(243)	-	(25)	(547)	(815)
Amounts used during the year	-	(3,146)	(395)	-	(826)	(4,367)
Reclassification	-	5	-	-	3	8
Balance as of 31 December 2022	**528**	**6,457**	**2,366**	**339**	**9,690**	**19,380**
Of which non-current	*528*	*6,457*	*1,435*	*88*	*4,431*	*12,939*
Of which current	-	-	*931*	*251*	*5,259*	*6,441*
Balance as of 1 January 2023	**528**	**6,457**	**2,366**	**339**	**9,690**	**19,380**
Additionnal provisions	50	2,890	523	-	202	3,666
Unused amounts reversed	(277)	(914)	(151)	-	(199)	(1,541)
Amounts used during the year	(15)	(1,428)	(356)	-	(215)	(2,014)
Currency translation differences	-	0	-	-	3	3
Balance as of 30 June 2023	**286**	**7,006**	**2,382**	**339**	**9,482**	**19,494**
Of which non-current	*286*	*7,006*	*1,717*	*88*	*7,545*	*16,642*
Of which current	-	-	*665*	*251*	*1,936*	*2,852*

As of 30 June 2023, the change in provisions was +EUR 0.1 million, broken down as follows:

- -EUR 3.6 million in reversals following the settlement of several disputes (including -EUR1.6 million recognized in other operating income and expenses);
- EUR 3.7 million in new provisions (including EUR 3.4 million recognized in other operating income and expenses).

2.8 Financial risk management

Note 28 Financial risk management

During its activities, the Group is mainly exposed to foreign exchange risk, liquidity risk and credit risk. The Group's overall risk management policies focus on the unpredictability of financial markets and seek to minimise potential adverse effects on the Group's financial performance.

The Group uses derivative financial instruments to hedge its foreign exchange risk exposures. In this case, the Group only enters derivative transactions related to operating and/or financial assets and liabilities or forecast future transactions. The Group does not enter any speculative transactions without underlying assets or liabilities.

Risk management is carried out by the Group's Treasury Department and the Chief Financial Officer, under policies approved by the Board of Directors.

Financial risks factor

Liquidity risk

Financial liabilities comprise borrowings and trade and other payables. These liabilities may expose the Group to liquidity risk in the event of early repayment or short maturity.

In order to manage its liquidity risk, the Group entered into:

- revolving credit lines or bank facilities with various banking institutions. Credit facilities as of 30 June 2023 amounts to EUR 294 million;
- various credit facilities amounts to EUR 31.1 million.

The tables below analyse the Group's financial liabilities based on their contractual maturities:

	Contractual cash flows as of 30 June 2023				
(in EUR thousands)	Carrying amount	Total	Less than 1 year	From 1 to 5 years	More than 5 years
Interests on Term Loan	59	333	333	-	-
Issuance fees related to Term Loan	(473)	(473)	(124)	(349)	-
Total Term loan	**(414)**	**(140)**	**209**	**(349)**	**-**
Convertible bond	175,366	200,000	200,000	-	-
Interests on convertible bond	23,379	250	250	-	-
Issuance fees related to convertible bond	(663)	-	-	-	-
Total Convertible bond	**198,082**	**200,250**	**200,250**	**-**	**-**
Interests on RCF (1)	65	1,769	368	1,402	-
Issuance fees related to RCF	(789)	(789)	(164)	(625)	-
Total Revolving Credit Facilities	**(724)**	**980**	**203**	**777**	**-**
Other borrowings	311	311	177	129	5
Deposits	1,299	1,299	-	-	1,299
Bank overdraft	86	86	86	-	-
Total Borrowings	**198,640**	**202,786**	**200,925**	**557**	**1,304**
Other non current liabilities	4,176	4,176	-	4,176	-
Trade and other payables	305,909	305,909	305,909	-	-
TOTAL OTHER LIABILITIES	**310,085**	**310,085**	**305,909**	**4,176**	**-**

(1) The contractual cash flows for interest on the revolving credit facilities and interest on long term loans are based on a minimum contractual rate for the periods presented based on the forecasted leverage.

(in EUR thousands)	Carrying amount	Total	Less than 1 year	From 1 to 5 years	More than 5 years
	Contractual cash flows as of 31 December 2022				
Interests on Term Loan	64	333	333	-	-
Issuance fees related to Term Loan	(535)	(535)	(124)	(411)	-
Total Term loan	**(471)**	**(202)**	**209**	**(411)**	**-**
Convertible bond	175,366	200,000	200,000	-	-
Interests on convertible bond	20,909	250	250	-	-
Issuance fees related to convertible bond	(663)	-	-	-	-
Total Convertible bond	**195,612**	**200,250**	**200,250**	**-**	**-**
Interests on RCF [(1)]	67	1,584	368	1,216	-
Issuance fees related to RCF	(802)	(802)	(186)	(616)	-
Total Revolving Credit Facilities	**(735)**	**782**	**182**	**600**	**-**
Other borrowings	466	466	242	219	5
Treasury shares	28,116	28,116	28,116	-	-
Deposits	1,070	1,070	-	-	1,070
Bank overdraft	117	117	117	-	-
Total Borrowings	224,175	230,599	229,116	408	1,075
Other non current liabilities	4,178	4,178	-	4,178	-
Trade and other payables	322,680	322,680	322,680	-	-
TOTAL OTHER LIABILITIES	**326,858**	**326,858**	**322,680**	**4,178**	**-**

(1) The contractual cash flows for interests on the Term Loan and the RCF are based on the following assumption: a rate of 1% which are the minimum contractual rate, for the presented periods according to the forecast debt leverage.

2.9 Additional information

Note 29 Transactions with related parties

Related party transactions are presented in note 29 of the Consolidated Financial Statements for the year ended 31 December 2022.

There was no significant change in related party transactions between 31 December 2022 and 30 June 2023.

Note 30 Scope of consolidation

The table set out below provides a list of the Group's subsidiaries and shows the ownership interest of Maisons du Monde S.A. in each entity as of 30 June 2023.

As of 30 June 2023, 17 companies have been fully consolidated in the financial statements (17 in 2022).

				30 June 2023		31 December 2022	
Subsidiary	**Activity**	**Country of incor-poration**	**Consolidation method**	**Contr.** *(en %)*	**Part.** *(en %)*	**Contr.** *(en %)*	**Part.** *(en %)*
Maisons du Monde S.A.	Holding Company – Parent entity	France	Full	100%	100%	100%	100%
Maisons du Monde France	Retail stores selling home furnishings and decorations/Main buyer	France	Full	100%	100%	100%	100%
Maisons du Monde Germany	Retail stores selling home furnishings and decorations	Germany	Full	100%	100%	100%	100%
Maisons du Monde Austria	Retail stores selling home furnishings and decorations	Austria	Full	100%	100%	100%	100%
Maisons du Monde Belgium	Retail stores selling home furnishings and decorations	Belgium	Full	100%	100%	100%	100%
Maisons du Monde Spain	Retail stores selling home furnishings and decorations	Spain	Full	100%	100%	100%	100%
Maisons du Monde Italy	Retail stores selling home furnishings and decorations	Italy	Full	100%	100%	100%	100%
Maisons du Monde Luxemburg	Retail stores selling home furnishings and decorations	Luxemburg	Full	100%	100%	100%	100%
Maisons du Monde Portugal	Retail stores selling home furnishings and decorations	Portugal	Full	100%	100%	100%	100%
Maisons du Monde Switzerland	Retail stores selling home furnishings and decorations	Switzerland	Full	100%	100%	100%	100%
MDM Furniture & Decoration	Retail stores selling home furnishings and decorations	United Kingdom	Full	100%	100%	100%	100%
Distrimag	Warehouse logistics and order preparation	France	Full	100%	100%	100%	100%
Distri-traction	Container transport between harbor and warehouses	France	Full	100%	100%	100%	100%
Mekong Furniture	Furniture manufacturing	Vietnam	Full	100%	100%	100%	100%
Savane Vision (Rhinov)	Design	France	Full	100%	70%	100%	70%
Léolog	Warehouse logistics and order preparation	France	Full	100%	100%	100%	100%
International MGL	Dormant entity	France	Full	100%	100%	100%	100%

Note 31 Events subsequent to 30 June 2023

The Group has not identified any significant events after 30 June 2023.

Statutory auditors’ Review Report on the Half-yearly Financial Information

For the period from 1 January to 30 June, 2023

This is a free translation into English of the statutory auditors’ Review Report on the half-yearly financial information issued in French and is provided solely for the convenience of English-speaking users. This report includes information relating to the specific verification of information given in the Group’s half-yearly Management Report. This report should be read in conjunction with, and construed in accordance with, French law and professional standards applicable in France.

To the Shareholders,

In compliance with the assignment entrusted to us by your Shareholders’ Meeting and in accordance with the requirements of Article L. 451-1-2 III of the French Monetary and Financial Code (Code monétaire et financier), we hereby report to you on:

- the review of the accompanying condensed half-yearly consolidated financial statements of Maisons du Monde S.A., for the period from 1 January to 30 June 2023;
- the verification of the information presented in the half-yearly Management Report.

These condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France. 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 professional standards applicable in France 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.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 – standard of the IFRSs as adopted by the European Union applicable to interim financial information.

Without qualifying the conclusion expressed above, we draw your attention to the note 4 “Change in estimates”, which describes the impact on the financial statements of depreciation periods review related to software and general equipment.

Specific verification

We have also verified the information presented in the half-yearly Management Report on the condensed half-yearly consolidated financial statements subject to our review.

We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

Rennes and Saint-Herblain, 26 July, 2023

The statutory auditors

French original signed by

KPMG SA	Derloitte & Associés
Vincent BROYE	Jérôme QUERO

Statement by the person responsible for the Half-Year Financial Report

"I hereby declare that, to the best of my knowledge, the condensed consolidated financial statements for the half-year period have been prepared in accordance with applicable accounting standards and present a true and fair view of the assets, liabilities, financial position and results of the company and all the entities included in the scope of consolidation. Furthermore, I confirm that the half-year activity report in Chapter 1 provides a faithful overview of significant events that occurred during the first six months of the fiscal year, their impact on the accounts, the main transactions with related parties and describes the principal risks and uncertainties for the remaining six months of the fiscal year."

26 July 2023

François-Melchior de POLIGNAC

Chief Executive Officer

MAISONS DU MONDE

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