

INTERIM REPORT 2022

FINANCIAL REPORT for the six months to June 30, 2022

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This financial report was approved by the Board of Directors of Highlight Event & Entertainment AG on August 18, 2022.

Contact:
Bernhard Burgener
Chairman and Delegate of the Board of Directors

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION (condensed)

in CHF thousand	June 30, 2022	Dec. 31, 2021
	<i>unaudited</i>	<i>checked</i>
Cash and cash equivalents	18,165	48,873
Receivables	151,807	122,359
Contract assets	25,651	31,155
Inventories	19,670	69,301
Current assets	215,293	271,688
Film assets	113,865	127,066
Property, plant and equipment	12,196	12,718
Right-of-use assets	43,909	48,326
Intangible assets	268,069	275,156
Goodwill	105,104	108,751
Other assets	6,803	7,224
Investments in associates and joint ventures	2,041	49
Non-current receivables	30,418	13,726
Deferred tax assets	11,436	11,189
Non-current assets	593,841	604,205
ASSETS	809,134	875,893
Current liabilities	128,328	150,978
Contract liabilities	13,355	13,654
Financial liabilities	162,879	253,091
Lease liabilities	9,532	9,496
Current tax liabilities	13,995	14,376
Advance payments received	29,549	40,015
Provisions	1,957	2,089
Current liabilities	359,595	483,699
Non-current liabilities	87	90
Financial liabilities	118,654	30,967
Lease liabilities	34,943	39,371
Benefit plan liabilities	3,108	4,408
Deferred tax liabilities	49,774	51,505
Non-current liabilities	206,566	126,341
Debt	566,161	610,040
Share capital	85,140	85,140
Treasury shares	-45	-45
Reserves	-23,697	-13,355
Equity attributable to the shareholders of HLEE	61,398	71,740
Non-controlling interests	181,575	194,113
Equity	242,973	265,853
EQUITY AND LIABILITIES	809,134	875,893

The notes on pages 6 to 13 are an integral part of these interim consolidated financial statements.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (condensed)

in CHF thousand	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021 restated *
	<i>unaudited</i>	<i>unaudited</i>
Sales	268,507	207,281
Capitalized film production costs and other own work capitalized	11,786	65,757
Gross profit	280,293	273,038
Other operating income	12,374	7,992
Costs for licenses, commissions and materials	-28,664	-23,859
Cost of purchased services	-118,327	-84,599
Cost of materials and licenses	-146,991	-108,458
Staff costs	-82,128	-95,289
Other operating expenses	-30,077	-25,871
Amortization, depreciation and impairment (restated)	-40,979	-56,123
Impairment/reversal of impairment on financial assets	-75	86
Losses/gains on the derecognition of financial assets (AC)	-10	-1
Profit from operations	-7,593	-4,626
Net income from associates and joint ventures	-901	0
Interest income and other financial income	5,828	4,781
Interest expense and other finance cost	-9,328	-11,385
Profit before taxes	-11,994	-11,230
Current taxes	-3,594	-5,109
Deferred taxes (restated)	1,278	3,300
Consolidated net income	-14,310	-13,039
Other comprehensive income/loss not reclassified to profit or loss		
Gains/losses from financial assets at fair value	0	14
Pension plan remeasurement (after taxes)	1,413	1,875
Other comprehensive income/loss reclassified to profit or loss		
Currency translation differences (restated)	-8,030	3,651
Gains/losses from cash flow hedges	-110	-255
Other comprehensive income including taxes	-6,727	5,285
Total earnings	-21,037	-7,754
Consolidated net income attributable to:		
Shareholders of Highlight Event & Entertainment AG	-7,705	-8,913
Non-controlling interests	-6,605	-4,126
Total comprehensive income attributable to:		
Shareholders of Highlight Event & Entertainment AG	-10,919	-6,251
Non-controlling interests	-10,118	-1,503
Diluted and basic earnings per share (CHF)	-0.81	-1.01
Weighted number of shares outstanding	9,454,979	8,795,535

* See changes in accounting policies in note 3

The notes on pages 6 to 13 are an integral part of these interim consolidated financial statements.

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CONSOLIDATED STATEMENT OF CASH FLOWS (condensed)

in CHF thousand	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021 restated *
	<i>unaudited</i>	<i>unaudited</i>
Consolidated net income	-14,310	-13,039
Deferred taxes (restated)	-1,278	-3,300
Income taxes	3,594	5,109
Net finance cost	5,431	4,838
Net income from associates and joint ventures	901	0
Amortization, depreciation and impairment (restated)	40,979	56,123
Other non-cash income and expenses	-4,675	-39
Interest received	167	510
Interest paid	-4,964	-4,256
Taxes received	92	810
Taxes paid	-4,081	-3,083
Increase (-)/decrease (+) in assets attributable to operating activities	5,728	-28,640
Increase (+)/decrease (-) in liabilities attributable to operating activities	-18,710	-21,214
Cash flow from operating activities	8,874	-6,181
Acquisition of property, plant and equipment	-1,696	-2,097
Disposal of property, plant and equipment	68	82
Acquisition of intangible assets	-2,321	-1,688
Acquisition of film assets	-18,479	-28,015
Disposal of intangible assets	0	1
Acquisition of investments in associates and joint ventures	-2,769	0
Disposal of financial assets	0	58
Cash flow from investing activities	-25,197	-31,659
Proceeds from capital increases	0	16,200
Acquisition of treasury shares	0	-146
Payment for the acquisition of non-controlling interests	-908	-1,588
Increase in current financial liabilities	17,263	45,851
Repayment of current financial liabilities	-24,581	-30,657
Repayment of lease liabilities	-4,559	-4,836
Dividend payments	-1,050	-1,116
Cash flow from financing activities	-13,835	23,708
Net change in cash funds	-30,158	-14,132
Cash funds as of January 1	48,873	50,282
Effect of exchange rate differences	-550	581
Cash funds as of June 30	18,165	36,731

* See changes in accounting policies in note 3

The notes on pages 6 to 13 are an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (condensed)

Changes in equity in 2022						
in CHF thousand						
<i>unaudited</i>	Share capital	Reserves	Treasury shares	Equity attributable to the shareholders of HLEE	Non-controlling interests	Total equity
January 1, 2022	85,140	-13,355	-45	71,740	194,113	265,853
Consolidated net income Jan. 1 to June 30, 2022		-7,705		-7,705	-6,605	-14,310
Other comprehensive income/loss Jan. 1 to June 30, 2022		-3,214		-3,214	-3,513	-6,727
Total earnings		-10,919		-10,919	-10,118	-21,037
Dividend payments		0		0	-1,050	-1,050
Personnel expenses from share-based payment		57		57	58	115
Change in non-controlling interests		520		520	-1,428	-908
June 30, 2022	85,140	-23,697	-45	61,398	181,575	242,973

Changes in equity in 2021 restated *

in CHF thousand

<i>unaudited</i>	Share capital	Reserves	Treasury shares	Equity attributable to the shareholders of HLEE	Non-controlling interests	Total equity
January 1, 2021 (restated)	79,200	-13,004	0	66,196	207,751	273,947
Consolidated net income Jan. 1 to June 30, 2021 (restated)		-8,913		-8,913	-4,126	-13,039
Other comprehensive income/loss Jan. 1 to June 30, 2021 (restated)		2,662		2,662	2,623	5,285
Total earnings		-6,251		-6,251	-1,503	-7,754
Capital increase	5,940	12,350	0	18,290	0	18,290
Acquisition of treasury shares		-101	-45	-146	0	-146
Dividend payments		0		0	-1,116	-1,116
Change in non-controlling interests		179		179	-1,767	-1,588
June 30, 2021	85,140	-6,827	-45	78,268	203,365	281,633

* See changes in accounting policies in note 3

The notes on pages 6 to 13 are an integral part of these interim consolidated financial statements.

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
as of June 30, 2022 (unaudited) – Highlight Event and Entertainment AG, Pratteln**

1. GENERAL INFORMATION ON THE GROUP

The parent company of the Group, Highlight Event and Entertainment AG, has its registered office in Netzibodenstrasse 23b, Pratteln/Switzerland.

The Board of Directors of Highlight Event and Entertainment AG authorized the publication of these unaudited, condensed interim consolidated financial statements on August 18, 2022.

2. ACCOUNTING POLICIES

The unaudited, condensed interim consolidated financial statements for the period from January 1 to June 30, 2022 have been prepared in accordance with the International Accounting Standard on Interim Financial Reporting (IAS 34).

The condensed interim consolidated financial statements do not include all explanations and disclosures required for the financial statements for the full fiscal year and should be read in conjunction with the consolidated financial statements of the company as of December 31, 2021.

The accounting policies applied in preparing the condensed interim consolidated financial statements are the same as those used to prepare the consolidated financial statements for fiscal 2021 (see 2021 annual report, notes to the consolidated financial statements, note 4).

The condensed interim consolidated financial statements have been prepared in Swiss francs, which is the functional and reporting currency of the Group's parent company. Amounts are reported in thousands of Swiss francs (TCHF) unless stated otherwise.

The Film segment and the Sports and Event segment are subject to seasonal fluctuations. The sales of the Film segment are dependent on the respective theatrical release dates and the subsequent exploitation chain. The Sports and Event segment generates lower sales in the summer months due to lower advertising income, which is dependent on broadcasting rights to sporting events. This leads to fluctuations in sales and segment earnings in the different quarters of the fiscal year.

In preparing the condensed interim consolidated financial statements, management is required to make estimates and assumptions influencing the assets, liabilities, contingent liabilities and contingent assets reported as of the end of the reporting period and the income and expenses for the reporting period (see 2021 annual report, notes to the consolidated financial statements, note 5).

3. CHANGES IN ACCOUNTING POLICIES

3.1 Relevant standards and interpretations applied for the first time

A small number of amendments to standards became effective in the reporting period but did not affect the Group's accounting policies or necessitate any retroactive amendments.

3.2 Relevant standards, revised standards and interpretations published but not yet adopted

The HLEE Group waived early adoption of the other new and revised standards and interpretations not effective for Highlight Event and Entertainment AG. The Group considers the impact of these new standards and interpretations on current or future reporting periods and foreseeable future transactions to be immaterial.

3.3 Restatement of previous year's figures in consolidated financial statements

In preparing the consolidated financial statements in the previous year, the Board of Directors and the management team had established that the estimated purchase price allocation (PPA) for the acquisition of Highlight Communications AG ("HLC") contained an error. Based on this finding, the figures in the 2021 consolidated financial statements have been restated accordingly. Further information and details are provided in depth in the HLEE Group's 2021 annual report in section 2.3 "Restatement of previous year's figures in consolidated financial statements" on page 10.

Impact of the correction on the statement of comprehensive income:

(TCHF)	2021
Amortization and depreciation	-6,013
Taxes	+602
Consolidated net income	-5,411
Total earnings	-5,411

There were corresponding adjustments to consolidated net income, amortization and depreciation, and deferred taxes in the cash flow statement for 2021; however, these were offset within the cash flow from operating activities.

Impact on earnings per share:

(TCHF)	2021
Basic earnings per share	-0.30
Diluted earnings per share	-0.30

In accordance with IAS 21 item 47, goodwill arising from the acquisition of a foreign operation must be treated as an asset of the foreign operation. In addition, assets in the functional currency of the foreign operation must be translated at the respective closing rate in accordance with IAS 21.39. In the previous years' consolidated financial statements, these translations were not performed for the goodwill of Sport1 Medien AG and the Constantin Film AG brand. The effect was that the goodwill, the intangible assets, and the currency reserve were all overvalued. The previous year has been restated in accordance with IAS 8, Corrections of errors (see HLEE 2021 annual report, notes to the consolidated financial statements, note 2.3).

In the first half of 2021, the currency reserves in the statement of financial position were changed by TCHF +1,423 for the Sport1 goodwill and by TCHF +525 for the Constantin Film brand in the consolidated financial statements. These corrections did not have any effects on the consolidated income statement or on the basic and diluted loss per share.

4. CHANGES IN THE CONSOLIDATED GROUP

Effective retroactively from January 1, 2022, Constantin Film Licensing Unipessoal Lda was liquidated.

The squeeze-out to Sport1 Medien AG was entered at the Munich commercial register office on February 2, 2022. The squeeze-out came into effect following this entry.

Constantin Holding Inc., Delaware, was founded on January 4, 2022. Constantin Television, Munich, holds 100 % of the shares in this company. In turn, Constantin Holding Inc. holds an equity investment of USD 3 million in Upgrade Productions LLC, Delaware, which was included in Highlight Event and Entertainment AG's consolidated financial statements using the equity method as of February 2, 2022.

On February 4, 2022, PLAZAMEDIA Swiss AG, Pratteln, was liquidated and removed from the commercial register.

On February 22, 2022, the Group company Escor Automaten AG, Pratteln, was liquidated and removed from the commercial register.

In the first half of 2022, Highlight Event and Entertainment AG increased its shareholding in Highlight Communications AG, which was already included in consolidation, from 49.63 % to 49.99 %. This is a transaction between equity providers that changed equity by TCHF -908.

5. NOTES ON SELECTED ITEMS OF THE STATEMENT OF FINANCIAL POSITION AND THE INCOME STATEMENT

5.1 Film assets

Film assets decreased by TCHF 13,201 as against December 31, 2021 as of June 30, 2022. Third-party productions declined by TCHF 2,515, while in-house productions decreased by a total of TCHF 10,686.

5.2 Contract assets

The carrying amount of contract assets declined from TCHF 31,155 to TCHF 25,651.

5.3 Cash and cash equivalents

Cash and cash equivalents declined from TCHF 48,873 to TCHF 18,165 as of June 30, 2022. Financing activities resulted in a cash outflow of TCHF 13,835, primarily as a result of the repayment of current financial liabilities. The Group's investing activities used cash of TCHF 25,197, which was essentially due to payments for film assets. Operating activities generated a positive cash flow of TCHF 8,874.

5.4 Equity

Share capital

As of June 30, 2022, the fully paid-up share capital of the Group company, Highlight Event and Entertainment AG, amounts to CHF 85,140,000 (December 31, 2021: CHF 85,140,000), divided into 9,460,000 bearer shares with a par value of CHF 9 per share (December 31, 2021: 9,460,000 bearer shares of CHF 9.00 per share).

Treasury shares

As of June 30, 2022, the separately reported item "Treasury shares" amounts to TCHF -45 (December 31, 2021: TCHF -45). The amount reflects the nominal capital of treasury shares.

The number of directly held non-voting treasury shares was 5,021 Highlight Event and Entertainment AG shares as of June 30, 2022 (December 31, 2021: 5,021).

Non-controlling interests

Non-controlling interests in consolidated subsidiaries amounted to TCHF 181,575 as of June 30, 2022 (December 31, 2021: TCHF 194,113).

The increase in the equity investment in Highlight Communications AG shown in equity led to a reduction in non-controlling interests of TCHF 1,428.

Remeasurement reserves and retained earnings

Other reserves total TCHF -15,992 as of the end of the reporting period (December 31, 2021: TCHF -9,344).

As of June 30, 2022, these essentially relate to the translation of the equity of companies that do not use Swiss francs as their functional currency.

5.5 Financial liabilities

The Obotritia Capital KGAA convertible loan was originally due to expire on May 26, 2022. In the second quarter of 2022, Highlight Event and Entertainment AG and Obotritia Capital KGAA agreed to extend the convertible loan by another year until May 26, 2023. The conversion conditions and the interest rate remain unchanged.

On April 25, 2022, Highlight Event and Entertainment AG took up a loan of CHF 7 million from Victorinox AG. This loan has been granted until July 30, 2023, and bears interest at a rate of 3 %.

On April 25, 2022, a loan of CHF 4 million was granted to Highlight Event and Entertainment AG by a member of the Board of Directors. This loan will expire on July 30, 2023, and bears interest at a rate of 3 %.

5.6 Contract liabilities

The carrying amount of contract liabilities declined from TCHF 13,654 to TCHF 13,355.

5.7 Amortization, depreciation and impairment

(TCHF)	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021 (restated) *
Amortization of film assets	23,599	36,377
Amortization of intangible assets (restated)	7,529	12,051
Depreciation of property, plant and equipment	1,847	2,314
Amortization/depreciation of right-of-use assets	4,589	4,645
Amortization/depreciation	37,564	55,387
Impairment of film assets	3,415	736
Impairment	3,415	736

* See changes in accounting policies in note 3

5.8 Financial result

Financial income (TCHF)	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021
Interest and similar income	661	512
Gains from changes in the fair value of financial instruments	0	788
Currency exchange gains	5,167	3,481
Total	5,828	4,781

Financial expenses (TCHF)	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021
Interest and similar expenses	5,423	5,758
Losses from changes in the fair value of financial instruments	122	58
Currency exchange losses	3,236	5,247
Interest expenses from lease liabilities	547	322
Total	9,328	11,385

6. DISCLOSURES ON FINANCIAL RISK MANAGEMENT

6.1 Fair value of financial assets and liabilities

The following table shows the allocation of financial assets and liabilities measured at fair value to the three levels of the fair value hierarchy:

Fair value hierarchy		Level 1	Level 2	Level 3	Total
June 30, 2022 (TCHF)					
Financial assets at fair value					
Derivative financial instruments	FVTPL / without category	-	61	230	291
Financial assets at fair value through profit or loss	FVTPL	-	12,170	60	12,230
Financial assets (equity instruments)	FVTOCI	-	-	39	39
Financial liabilities at fair value					
Derivative financial instruments	FLTPL	-	34	-	34
June 30, 2021 (TCHF)					
Financial assets at fair value					
Derivative financial instruments	FVTPL / without category	-	278	176	454
Financial assets at fair value through profit or loss	FVTPL	-	12,342	6,964	19,306
Financial assets (equity instruments)	FVTOCI	-	-	3,311	3,311
Financial liabilities at fair value					
Derivative financial instruments	FLTPL	-	269	-	269

FVTOCI: Financial assets at fair value through OCI

FVTPL: Financial assets at fair value through profit or loss

FLTPL: Financial liabilities at fair value through profit or loss

	Investment in Geenee Inc.	AGF Video-forschung GmbH	Summacum GmbH	Other investments	Convertible loans	Options	Prestige Media Group S.A.	Brand Technologies AG
Fair value on December 31, 2020	-	-	34	20	6,689	174	754	2,500
Gains/(losses) through profit or loss	-	-	-	-	-221	245	-	-
Gains/(losses) through equity	-	-	-3	1	-	-8	-754	-2,500
Purchase	-	-	-	-	63	49	-	-
Sale	-	-	-	-12	-6,469	-35	-	-
Transfer to level 3 / (transfer from level 3)	-	-	-	-	-	-186	-	-
Fair value on December 31, 2021	-	-	31	9	62	239	-	-
Gains/(losses) through profit or loss	-	-	-	-	-2	-	-	-
Gains/(losses) through equity	-	-	-1	-	-	-9	-	-
Fair value on June 30, 2022	-	-	30	9	60	230	-	-

The financial assets measured at fair value and included in level 1 are measured using market prices.

The derivative financial instruments in level 2 are measured at current market rates. A discounted cash flow method was used to determine the fair value of level 2 derivative financial instruments.

The shares in Geenee Inc. and in AGF Videoforschung GmbH, both assigned to level 3 of the fair value hierarchy, had already been written down in full in previous years. There were no indications of a reversal of impairment in the reporting period. The shares in Summacum GmbH were also written down in the previous years. There were no indications of further impairment or a reversal of impairment in the reporting period. The shares in Diggin Ltd. were sold in the previous year for TCHF 12. For reasons of materiality, other equity instruments totaling TCHF 9 (December 31, 2021: TCHF 9) are recognized at historical cost.

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The Dynamic Bets Inc. convertible loan was sold in the previous year for TCHF 12.

The embedded derivatives and options in connection with a media-for-equity fund are based on the price of the most recent financing rounds of the relevant equity interests.

There was one reclassification between the fair value levels for embedded options in the previous year. As a result of an IPO for the underlying asset, one embedded option was reclassified from level 3 to level 1. There were no reclassifications between the individual levels of the fair value hierarchy in the reporting period.

6.2 Financial assets and liabilities at amortized cost

Given the short remaining term, the carrying amounts of current financial receivables and liabilities as of the end of the reporting period are approximately the fair value. Non-current receivables are discounted according to their remaining term. Their carrying amounts are therefore also approximately their fair value.

6.3 Fair value of non-financial assets and liabilities

As of June 30, 2022 and December 31, 2021, there were no non-financial assets or liabilities at fair value.

7. SEGMENT REPORTING

Segment information, Jan. 1 to June 30, 2022

(TCHF)	Film	Sports and Events *	Other	Reconciliation	Group
External sales	189,339	78,879	289	-	268,507
Intragroup sales	-	1,113	93	-1,206	-
Total sales	189,339	79,992	382	-1,206	268,507
Other segment income	20,104	4,418	9	-371	24,160
Segment expenses	-205,833	-91,147	-4,857	1,577	-300,260
<i>thereof amortization, depreciation</i>	-25,829	-11,733	-2	-	-37,564
<i>thereof impairment</i>	-3,415	-	-	-	-3,415
Segment earnings	3,610	-6,737	-4,466	-	-7,593

Time of revenue recognition

Over time	135,770	23,881	-	-	159,651
Point in time	53,569	54,998	289	-	108,856
	189,339	78,879	289	-	268,507

Sales by product

Film	53,569	-	-	-	53,569
Production services	135,770	-	-	-	135,770
Sports and Events *	-	34,070	-	-	34,070
Platform	-	35,870	-	-	35,870
Services	-	8,939	289	-	9,228
	189,339	78,879	289	-	268,507

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Segment information Jan. 1 to June 30, 2021, restated **

(TCHF)	Film	Sports and Events *	Other	Reconciliation	Group
External sales	121,626	85,138	517	-	207,281
Intragroup sales	-	211	-	-211	-
Total sales	121,626	85,349	517	-211	207,281
Other segment income	71,677	2,562	10	-500	73,749
Segment expenses (restated)	-188,455	-93,110	-4,802	711	-285,656
<i>thereof amortization, depreciation (restated)</i>	-38,573	-16,811	-3	-	-55,387
<i>thereof impairment</i>	-736	-	-	-	-736
Segment earnings	4,848	-5,199	-4,275	-	-4,626

Time of revenue recognition

Over time	57,363	27,171	-	-	84,534
Point in time	64,263	57,967	517	-	122,747
	121,626	85,138	517	-	207,281

Sales by product

Film	64,263	-	-	-	64,263
Production services	57,363	-	-	-	57,363
Sports and Events *	-	34,450	-	-	34,450
Platform	-	37,985	-	-	37,985
Services	-	12,703	517	-	13,220
	121,626	85,138	517	-	207,281

* The Board of Directors of the HLEE Group made the decision to report the operating activities of the Sports (Group companies Sport1 Medien AG and World Boxing Super Series AG) and Sports- and Event-Marketing (Group companies TEAM Group and Highlight Event AG) segments in the Sports and Event segment as of January 1, 2022.

** see changes in accounting policies in note 3

The elimination of inter-segment transactions is reported in the reconciliation column.

8. FINANCIAL COMMITMENTS, CONTINGENT LIABILITIES AND OTHER UNRECOGNIZED FINANCIAL OBLIGATIONS

Compared to the consolidated financial statements as of December 31, 2021, financial commitments, contingent liabilities and other unrecognized financial obligations decreased by TCHF 33,243 to TCHF 197,616 as of June 30, 2022.

9. RELATED PARTY DISCLOSURES

As part of its normal business activities, the company maintains relations with associated companies, joint ventures and with companies controlled by members of the Board of Directors.

Related party disclosures (TCHF)	June 30, 2022	Dec. 31, 2021
Receivables	-	-
Current liabilities	930	712
Non-current financial liabilities to Personalfürsorgestiftung der Victorinox AG (interest rate 3 %)	16,500	16,500
Non-current financial liabilities to Victorinox AG (interest rate 3 %)	13,944	6,944
Non-current financial liabilities to Pensionskasse der Victorinox AG (interest rate 3 %)	7,523	7,523
Other non-current financial liabilities	4,000	-
Current financial liabilities to Swiss International Investment Portfolio AG (interest rate 5 %)	49,505	51,344
Current financial liabilities to Obotritia Capital KGAA (interest rate: 6 %)	8,695	9,029

(TCHF)	Jan. 1 to June 30, 2022	Jan. 1 to June 30, 2021
Sales and other income	-	-
Cost of materials and licenses and other expenses	326	25
Financial expenses for Swiss International Investment Portfolio AG loan	1,255	1,366
Financial expenses for Personalfürsorgestiftung der Victorinox AG loan	248	206
Financial expenses for Obotritia Capital KGAA loan	276	296
Financial expenses for Victorinox AG loan	146	9
Financial expenses for Pensionskasse der Victorinox AG loan	117	10
Financial expenses for other financial liabilities	22	-

Associates and joint ventures (TCHF)	June 30, 2022	Dec. 31, 2021
Receivables	348	201
Liabilities	-	-

There were liabilities to various members of the Board of Directors and Managing Directors of TCHF 4,892 as of June 30, 2022 (December 31, 2021: TCHF 54).

Related parties include the members of the Board of Directors, the members of Group management and their relatives.

Highlight Communications AG did not perform significant services for companies controlled by related parties in the reporting period or in the same period of the previous year.

10. EVENTS AFTER THE END OF THE REPORTING PERIOD

The management team and the Board of Directors are not aware of any events that occurred after the end of the reporting period and have a significant impact on the HLEE Group's net assets, financial position and results of operations.