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BASICNET – First Semester 2026: consolidated revenues up 25.4%. Integration process of new Woolrich® and Sundek® brands continues

Turin, July 31, 2026 – The Board of Directors of BasicNet S.p.A. has approved the consolidated half-year financial report at June 30, 2026.

In summary, for First Semester 2026 the Group reports:

consolidated revenues of Euro 216.4 million (Euro 172.6 million in 2025) +25.4%, which includes:

- direct sales: Euro 188.7 million (137.3 in H1 2025) +37.4%, driven in part by the Woolrich® and Sundek® contributions, the integration of the European retail networks, the ongoing consolidation of European retail operations, alongside strong e-commerce channel growth (+111%) in which the Group continued to invest during the period;
- royalties and sourcing commissions from productive and commercial licensees at Euro 27.2 million (Euro 34.6 million in H1 2025, -21.3%). Aggregate sales generated by third-party commercial and direct licensees totalled Euro 453.1 million (Euro 392.7 million in H1 2025, +15.4%), with growth in Europe (+19.6%) which accounts for about 81% of aggregate sales and on which the Group's development projects have focused, in addition to Asia and Oceania and the Middle East and Africa of 2.1% and 6.3% respectively, while contracting in the Americas (-18.8%).

For a clearer view of the Group's operating performance in the period, the indicators below have been calculated based on the pro-forma consolidated figures, excluding the effects of non-recurring charges and income (listed below) from the M&A's completed at the end of 2025. The comparative figures for 2025 are also presented on a pro-forma basis, net of the extraordinary items resulting from the sale of approximately 40% of the stake held in K-Way S.p.A., including the related costs of Euro 17.7 million, in addition to further non-recurring charges of Euro 2.8 million.

EBITDA(*): Euro 9.1 million (Euro 15.1 million in First Semester 2025). This result reflects the Group's transformation and expansion phase involving the investments and costs incurred to integrate Woolrich® and Sundek® and for their gradual inclusion into the business model. Excluding non-recurring extraordinary charges totalling Euro 7.0 million, the period EBITDA still includes the operating and personnel costs for the half-year related to the former Woolrich offices in Bologna and to the retail locations that have already closed or are in the process of closing. Although these costs do not qualify as non-recurring charges for calculating the pro-forma figures, they are expected to gradually reduce as the integration activities are completed.

EBIT(*): loss of Euro 10.3 million (profit Euro 4.4 million in the same period of 2025), following the recognition of amortisation and depreciation on tangible and intangible assets of Euro 7.3 million and depreciation on right-of-use assets totalling Euro 12.1 million, more than doubling on 2025, primarily due to the expansion of the retail network following the recent acquisitions and new store openings. Although already adjusted for non-recurring extraordinary charges of Euro 7.1 million, EBIT also includes depreciation on rights-of-use accruing to the period relating to leases which have been terminated or are in the process of being terminated; these items are also not expected to recur in subsequent periods.

(*) Pro-forma net of a number of extraordinary and non-recurring costs, including the extraordinary effects of M&A transactions finalised in December 2025 (and acquisition of the investments in Woolrich Europe and Sundek).

Excluding these effects, EBITDA and EBIT would be higher and would better reflect the Group's structural profitability, which is expected to benefit progressively from the synergies arising from the integration of the recently-acquired brands.

Net result(*): loss of Euro 11.1 million (profit of Euro 0.8 million in the first six months of 2025). The figure includes a net pro-forma adjustment of approximately Euro 5.9 million, lower than the adjustment applied to EBITDA and EBIT, due to the deferred tax recognised on the non-recurring charges.

The net financial position with banks was Euro -146.2 million (Euro -74.4 million at December 31, 2025) and primarily reflects the financial debt incurred by the Group at the end of 2025 following the acquisitions of Woolrich® and Sundek®, in addition to the normal course of the business cycle, which results in a greater absorption of financial resources in the first half of the year than at the end of the year. The Group during the period completed the refinancing of Sundek's debt, settling the previous syndicate loan and the additional outstanding unsecured loans, while rebalancing the maturities by reclassifying a portion of the debt from short-term to medium to long-term. The operation was carried out through two five-year loans of Euro 20 million each, agreed with Banca Monte dei Paschi di Siena and Intesa Sanpaolo respectively. **Overall net financial position** of Euro -247.3 million (Euro -191.0 million at December 31, 2025); Dividends totalling Euro 7.6 million were distributed in H1 2026 to BasicNet shareholders, with capital reserves of Euro 2.0 million returned to minority shareholders and Euro 6.4 million of treasury shares acquired. The company also recognised the payment of Euro 1.6 million in the period related to the price adjustment for the acquisition of Sebago France and a final payment of Euro 5.3 million for the earnout linked to the acquisition of K-Way France.

OUTLOOK

Against a still uncertain geopolitical and macroeconomic backdrop, the Group remains focused on sustainable growth and brand enhancement over the medium to long-term. The results for the period reflect the significant growth in business volumes, supported in part by the contribution of Woolrich® and Sundek®, in addition to the investments required to integrate the two new brands and for their gradual incorporation into the BasicNet model. This process strengthens the Group's multi-brand positioning and lays the foundation for tapping into the synergies and growth opportunities arising from the new scope.

Group CFO Marco Enrico will present the H1 2026 results during a video conference to be held today, in English, at 6PM CET.

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The presentation may be downloaded from the website www.BasicNet.com, from the section: "financial data/other information and presentations" shortly before the video conference, at the following link:

www.basicnet.com/contenuti/datifinanziari/informazioniannuali.asp?menuSelectedID=3g&language=IT

In relation to the "alternative performance measures", as defined by the ESMA/2015/1415 guidelines, we provide below a definition of the measures used in this press release:

EBIT	the "operating result"
EBITDA	the "operating result" before "amortisation and depreciation".
Consolidated revenues	the sum of royalties, sourcing commissions and sales of the BasicNet Group companies and real estate revenues from third parties.
Net Financial Position	total of current and medium/long-term financial payables, less cash and cash equivalents and other current financial assets.
Net financial position with banks	the Net financial position, net of payables for rights-of-use and payables for the acquisition of company shares.
Third-party commercial licensees or licensees	independent business owners, granted licenses to distribute Group brands products in their respective regions.
Productive licensees or Sourcing Centers	third-party firms to the Group. Their function is to manufacture and market products and are located in various countries worldwide, depending on what type of goods they produce.
Commercial licensees and direct aggregate sales	sales by commercial licensees, recognised by the BasicNet Group to the royalties account and the sales by the Group companies.

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The Executive Officer for Financial Reporting, Marco Enrico, declares in accordance with Article 154-bis, paragraph 2, of the Consolidated Finance Act that the accounting information contained in the present press release corresponds to the underlying accounting documents, records and accounting entries.

The financial statements are attached.

FINANCIAL STATEMENTS

BasicNet Group Key Financial Highlights

(Euro thousands)	**H1 2026 Pro-forma**	**H1 2025 Pro-forma**	**Changes Vs. Pro-forma**
Brand aggregate sales **	594,286	567,074	27,213
Royalties and sourcing commissions	27,247	34,623	(7,376)
Consolidated direct sales	188,663	137,335	51,328
Contribution margin on direct sales	95,170	61,257	33,913
EBITDA ***	9,130	15,102	(5,972)
EBIT ***	(10,316)	4,404	(14,719)
Group Net Profit/(loss)	(11,145)	835	(11,980)
Basic earnings/(loss) per ordinary share**	(0.4357)	0.0181	(0.4538)
Diluted earnings/(loss) per ordinary share**	(0.4349)	0.0179	(0.4528)

** *Data not audited*

*** *The figures presented are pro-forma net of a number of extraordinary and non-recurring costs, including the extraordinary effects of the M&A transactions in December 2025 (acquisition of the investments in Woolrich Europe S.p.A. and Sundek S.p.A.).*

BasicNet Group Condensed Balance Sheet

(Euro thousands)	June 30, 2026	December 31, 2025	June 30, 2025
Property	40,399	38,701	38,919
Brands	98,258	98,223	59,235
Non-current assets	244,164	232,329	139,776
Rights-of-use	90,900	100,191	50,537
Current assets	346,410	380,733	300,910
Total assets	**820,132**	**850,176**	**589,378**
Group shareholders' equity	291,382	322,144	298,818
Non-current liabilities	239,764	216,477	68,269
Current liabilities	288,985	311,555	222,290
Total liabilities and shareholders' equity	**820,132**	**850,176**	**589,378**

BasicNet Group Summary Net Financial Position

(Euro thousands)	June 30, 2026	December 31, 2025	June 30, 2025	Changes vs Dec. 31, 2025	Changes vs June 30, 2025
Net financial position – Short-term	(42,606)	3,821	(21,797)	(46,427)	(20,809)
Financial payables – Medium-term	(103,515)	(78,056)	48,347	(25,459)	(151,862)
Finance leases	(107)	(177)	(242)	70	136
Net financial position with banks	**(146,228)**	**(74,412)**	**26,308**	**(71,816)**	**(171,536)**
Payables for purchase of investments beyond one year	(7,254)	(13,976)	(6,432)	6,722	(822)
Payables for rights-of-use	(93,784)	(102,597)	(52,462)	8,812	(41,323)
Net Financial Position	**(247,267)**	**(190,985)**	**(32,586)**	**(56,282)**	**(214,681)**
Debt/equity ratio	0.85	0.59	0.11	0.27	0.75

BASICNET GROUP
Financial Statements

CONSOLIDATED INCOME STATEMENT

(Euro thousands)	**H1 2026**	**H1 2025**
Consolidated direct sales	188,663	137,335
Cost of sales	(93,493)	(76,078)
GROSS MARGIN	**95,170**	**61,257**
Royalties and sourcing commissions	27,247	34,623
Other income	3,697	3,590
Sponsorship and media costs	(20,708)	(22,638)
Personnel costs	(50,927)	(27,704)
Selling, general and administrative costs, royalties expenses	(52,333)	(54,595)
Amortisation & depreciation	(19,572)	(10,698)
EBIT	**(17,426)**	**(16,167)**
Net financial income (charges)	(5,260)	(1,514)
Management of equity investments	-	(3)
PROFIT/(LOSS) BEFORE TAXES	**(22,686)**	**(17,684)**
Income taxes	1,984	(1,330)
NET PROFIT/(LOSS)	**(20,703)**	**(19,014)**
Attributable to:		
- Shareholders of the company	(20,595)	(16,624)
- Minority shareholders	(108)	(2,390)
Earnings per share:		
Basic	(0.4357)	(0.4079)
Diluted	(0.4349)	(0.4072)

CONSOLIDATED BALANCE SHEET

(Euro thousands)	**June 30, 2026**	**December 31, 2025**	**June 30, 2025**
Intangible assets	118,807	117,498	73,816
Rights-of-use	90,900	100,191	50,537
Goodwill	116,354	107,947	45,732
Property, plant and equipment	68,120	62,386	56,106
Equity invest. & other financial assets	55,537	55,728	55,439
Interests in joint ventures	-	-	172
Deferred tax assets	23,695	25,693	6,666
Other non-current assets	309	-	-
Total non-current assets	**473,722**	**469,443**	**288,468**
Net inventories	177,488	159,629	142,654
Trade receivables	69,893	88,779	66,809
Other current assets	61,339	61,407	56,562
Prepayments	10,855	19,676	9,373
Cash and cash equivalents	22,621	51,138	25,442
Derivative financial instruments	4,214	105	70
Total current assets	**346,410**	**380,733**	**300,910**
TOTAL ASSETS	**820,132**	**850,176**	**589,378**

(Euro thousands)	**June 30, 2026**	**December 31, 2025**	**June 30, 2025**
Share capital	31,717	31,717	31,717
Reserve for treasury shares in portfolio	(39,117)	(32,000)	(38,730)
Other reserves	319,485	330,138	324,845
Net profit/(loss) for the period	(20,703)	(7,711)	(19,014)
TOTAL GROUP SHAREHOLDERS' EQUITY	**291,382**	**322,144**	**298,818**
of which MINORITY INTEREST SHAREHOLDERS' EQUITY	**42,852**	**44,025**	**36,943**
Provisions for risks and charges	11,306	5,790	2,169
Loans	103,622	78,233	1,995
Payables for rights-of-use	93,784	102,597	52,462
Other financial payables	7,254	7,000	-
Employee and Director benefits	6,105	6,280	3,344
Deferred tax liabilities	16,226	14,793	6,722
Other non-current liabilities	1,466	1,784	1,576
Total non-current liabilities	**239,765**	**216,477**	**68,268**
Bank payables	155,328	137,418	87,239
Trade payables	102,990	116,560	96,881
Tax payables	5,490	12,422	5,701
Other current liabilities	19,102	30,804	21,413
Accrued expenses	5,291	10,100	3,890
Derivative financial instruments	785	4,251	7,166
Total current liabilities	**288,985**	**311,555**	**222,290**
TOTAL LIABILITIES	**528,750**	**528,032**	**290,560**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**820,132**	**850,176**	**589,378**

CONSOLIDATED CASH FLOW STATEMENT OF THE BASICNET GROUP

(Euro thousands)	June 30, 2026	June 30, 2025 restated
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss) for the period	(20,703)	(19,014)
Amortisation & depreciation	19,572	10,698
Income taxes	(1,984)	1,330
Net finance costs (income)	5,007	1,581
Management of equity investments	-	3
Changes in working capital:		
- (increase) decrease of trade receivables	18,898	17,259
- (increase) decrease of inventories	(17,311)	(34,298)
- (increase) decrease of other assets	6,746	(3,326)
- increase (decrease) of trade payables	(13,742)	14,542
- increase (decrease) of other liabilities	(14,233)	(5,459)
Income taxes paid	-	-
Interest paid	(3,637)	(2,123)
Net changes in employee and director benefits	(175)	(1,099)
Others, net	(128)	202
	(21,689)	**(19,702)**
B) CASH FLOW FROM INVESTING ACTIVITIES		
Investments		
- tangible assets	(10,867)	(1,765)
- intangible assets	(5,777)	(4,677)
- financial assets	(115)	(3,010)
- Acquisition K-Way Normandy franchisee	-	(1,727)
- Earn-Out K-Way France	(5,254)	(1,649)
- Acquisition Sebago France	(1,634)	-
- Acquisition K-Way Retail Benelux	52	-
Financial investments	-	(90,100)
Realisable value for fixed asset disposals:		
- tangible assets	1,179	-
- intangible assets	64	115
- financial assets	247	-
	(22,105)	**(102,813)**
C) CASH FLOW FROM FINANCING ACTIVITIES		
Undertaking of medium/long-term loans	40,000	41
Change in import financing facilities	5,723	(18,636)
Change in bank overdrafts and receivables financing facilities	13,156	20,517
Repayment of loans	(15,518)	(32,173)
Repayment of loans for rights-of-use	(11,375)	(5,059)
Sale of holding in K-Way S.p.A.	-	170,389
Acquisition of treasury shares	(7,117)	(7,869)
Distribution reserves K-Way	(2,014)	-
Dividend payments	(7,579)	(7,449)
	15,277	**119,761**
D) CASH FLOW IN THE PERIOD	**(28,517)**	**(2,754)**
NET CASH AND CASH EQUIVALENTS		
Net opening cash and cash equivalents (A)	51,138	28,195
Net closing cash and cash equivalents (B)	22,621	25,442
CASH FLOW FOR THE PERIOD (B - A)	**(28,517)**	**(2,754)**