
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 6-K

**REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13a-16 OR 15d-16 UNDER
THE SECURITIES EXCHANGE ACT OF 1934**

FOR THE PERIOD ENDED JUNE 30, 2016

COMMISSION FILE NO. 1 - 10421

LUXOTTICA GROUP S.p.A.

PIAZZALE LUIGI CADORNA 3, MILAN, 20123 ITALY
(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F. Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-_____

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Corporate Management

Board of Directors

In office until the approval of the financial statements as of and for the year ending December 31, 2017

| | |
|-----------------------------------|---|
| Chairman | Leonardo Del Vecchio |
| Deputy Chairman | Luigi Francavilla |
| Deputy Chairman | Francesco Milleri |
| CEO Product and Operations | Massimo Vian |
| Directors | Marina Brogi* (Lead independent Director) |
| | Luigi Feola* |
| | Elisabetta Magistretti* |
| | Mario Notari |
| | Karl Heinz Salzburger* |
| | Maria Pierdicchi* |
| | Luciano Santel* |
| | Cristina Scocchia* |
| | Sandro Veronesi* |
| | Andrea Zappia* |

* Independent director

Human Resources Committee

Andrea Zappia (President)
Marina Brogi
Mario Notari

Internal Control Committee

Elisabetta Magistretti (Chairperson)
Luciano Santel
Cristina Scocchia

Board of Statutory Auditors

In office until the approval of the financial statements as of and for the year ending December 31, 2017

Regular Auditors

Francesco Vella (Chairman)
Alberto Giussani
Barbara Tadolini

Alternate Auditors

Maria Venturini
Roberto Miccù

Officer Responsible for Preparing the Company's Financial Reports

Stefano Grassi

Auditing Firm

PricewaterhouseCoopers SpA

Until approval of the financial statements as of and for the year ending December 31, 2020

Luxottica Group S.p.A.

Headquarters and registered office • Piazzale Luigi Cadorna, 3, 20123 Milan, Italy
Capital Stock € 29,033,074.98
authorized and issued

ITEM 1. MANAGEMENT REPORT ON THE INTERIM FINANCIAL RESULTS AS OF JUNE 30, 2016 (UNAUDITED)

The following should be read in connection with the disclosure contained in the consolidated financial statements as of December 31, 2015, which includes a discussion of risks and uncertainties that can influence the Group's operational results or financial position. During the first six months of 2016, there were no changes to risks that were reported as of December 31, 2015.

The Group's reporting currency for the presentation of the Consolidated Financial Statements is the Euro. Unless otherwise specified, the figures in the statements and within the Notes to the Consolidated Financial Statements are expressed in thousands of Euro.

1. OPERATING PERFORMANCE FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

Net sales increased from Euro 4,666.7 million in the first six months of 2015 to Euro 4,719.4 million in the first six months of 2016 (1.1 percent at current exchange rates and 3.5 percent at constant exchange rates⁽¹⁾). Net sales in the first six months of 2016 decreased by Euro 33.0 million or 0.7% as compared to Adjusted net sales⁽²⁾ of Euro 4,752.5 million in the first six months of 2015. At constant exchange rates⁽¹⁾ net sales increased by Euro 75.6 million or 1.6%. Adjusted net sales were impacted, starting from July 1, 2014, by the modification of an EyeMed reinsurance agreement with an existing underwriter whereby the Company assumes less reinsurance revenues and less claims expense. The impact of this contract for the six-month period ended June 30, 2015 was a reduction in net sales with a corresponding reduction in cost of sales of Euro 85.8 million (the "EyeMed Adjustment"). Effective January 1, 2016, the Group's managed vision care business modified the terms of this reinsurance agreement with an existing underwriter whereby the Group will assume more reinsurance revenue and claims expense.

The Group's results in the first six months of 2016 was impacted by the strengthening of certain currencies in which it operates against the Euro.

Earnings before Interest, Taxes, Depreciation and Amortization ("EBITDA")⁽³⁾ in the first six months of 2016 decreased by 5.2 percent to Euro 1,037.1 million from Euro 1,094.2 in the first six months of 2015.

Adjusted Earnings before Interest, Taxes, Depreciation and Amortization ("Adjusted EBITDA")⁽³⁾, which in the first six months of 2016 excludes restructuring and reorganization costs of Euro 24.7 million and non-recurring expenses of Euro 43.9 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to Oakley integration and to the accrual for the French anti-trust proceeding, and in first six months of 2015 excludes non-recurring expense related to Oakley integration and other minor projects for Euro 20.4 million, decreased by Euro 9.1 million or 0.8 percent, to Euro 1,105.6 million from Euro 1,114.7 in the first six months of 2015.

⁽¹⁾ We calculate constant exchange rates by applying to the current period the average exchange rates between the Euro and the relevant currencies of the various markets in which we operated during the six-month period ended June 30, 2015. Please refer to Attachment 1 for further details on exchange rates.

⁽²⁾ For a further discussion of adjusted net sales, see Appendix—"Non-IFRS Measures."

⁽³⁾ For a further discussion of EBITDA and adjusted EBITDA, see Appendix—"Non-IFRS Measures."

Operating income for the first six months of 2016 decreased by 8.2 percent to Euro 788.1 million from Euro 858.5 million during the same period of the previous year. The Group's operating margin decreased to 16.7 percent from 18.4 percent in 2015.

Adjusted operating income⁽⁴⁾ for the first six months of 2016 decreased by 2.5 percent to Euro 856.6 million compared to adjusted operating income⁽⁴⁾ for the same period in 2015 of Euro 878.9 million. The Group's adjusted operating margin⁽⁵⁾ decreased from 18.5 percent in 2015 to 18.2 percent in 2016.

In the first six months of 2016, net income attributable to Luxottica Stockholders decreased by 5.8 percent to Euro 475.7 million from Euro 505.1 million in the same period of 2015. Earnings per share ("EPS") was Euro 0.99.

In the first six months of 2016, adjusted net income attributable to Luxottica Stockholders⁽⁶⁾ increased by 1.3 percent to Euro 531.5 million from Euro 524.7 million in the comparable period in 2015. Adjusted earnings per share⁽⁷⁾ ("Adjusted EPS") was Euro 1.11.

Careful control of our working capital resulted in strong free cash flow⁽⁸⁾ generation equal to Euro 403 million. Net debt⁽⁹⁾ as of June 30, 2016 was Euro 1,126.6 million (Euro 1,005.6 million at the end of 2015), with a ratio of net debt to EBITDA⁽⁹⁾ of 0.6x (0.5x as of December 31, 2015).

2. SIGNIFICANT EVENTS DURING THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

January

On January 29, 2016, Mr. Adil Mehboob-Khan ceased as a Director of the Company and as the Group's CEO for Markets. At the same time, the Board of Directors approved a modification to the governance structure by assigning responsibility for Markets to Mr. Leonardo Del Vecchio, the Company's Chairman of the Board of Directors and majority shareholder, as Executive Chairman. Massimo Vian continues in his role as CEO for Product and Operations assisting the Executive Chairman.

February

On February 11, 2016, the Company and Galeries Lafayette, the French market leader in department stores for fashion and event shopping, signed an agreement to roll out the Sunglass Hut retail concept in 57 Galeries Lafayette and BHV MARAIS department stores across France. The first locations opened in February 2016. The full roll-out is expected to be completed by the end of 2016.

On February 23, 2016, the Company and Maison Valentino signed a new and exclusive eyewear license agreement for the design, manufacture and worldwide distribution of Valentino eyewear. The ten-year agreement will be effective from January 2017. The first collection presented under the agreement will be available in 2017.

April

At the Stockholders' Meeting on April 29, 2016, Group's stockholders approved the Statutory Financial Statements as of December 31, 2015 as proposed by the Board of Directors and the distribution of a cash dividend of Euro 0.89 per ordinary share. The aggregate dividend amount of Euro 427.7 million was fully paid in May 2016.

⁽⁴⁾ For a further discussion of adjusted operating income see Appendix—"Non-IFRS Measures."

⁽⁵⁾ For a further discussion of adjusted operating margin see Appendix—"Non-IFRS Measures."

⁽⁶⁾ For a further discussion of adjusted net income attributable to Luxottica Stockholders see Appendix—"Non-IFRS Measures."

⁽⁷⁾ For a further discussion of adjusted earnings per share see Appendix—"Non-IFRS Measures."

⁽⁸⁾ For a further discussion of free cash flow, see Appendix—"Non-IFRS Measures."

⁽⁹⁾ For a further discussion of net debt and net debt to adjusted EBITDA, see Appendix—"Non-IFRS Measures."

May

During the month of May 2016, the Company announced a launch of its share buyback program pursuant to the authorization passed at the General Meeting on April 29, 2016. The Company may repurchase up to 5 million of the Company's ordinary shares. As of June 30, 2016, 2,173,624 treasury shares were repurchased.

3. FINANCIAL RESULTS

We are a market leader in the design, manufacture and distribution of fashion, luxury, sport and performance eyewear, with net sales reaching over Euro 8.8 billion in 2015, approximately 79,000 employees and a strong global presence. We operate in two industry segments: (i) manufacturing and wholesale distribution; and (ii) retail distribution. See Note 5 of the Notes to the Consolidated Financial Statements as of June 30, 2016 for additional disclosures about our operating segments. Through our manufacturing and wholesale distribution segment, we are engaged in the design, manufacture, wholesale distribution and marketing of proprietary and designer lines of mid- to premium-priced prescription frames and sunglasses. We operate our retail distribution segment principally through our retail brands, which include, among others, LensCrafters, Sunglass Hut, OPSM, Pearle Vision, Laubman & Pank, Oakley "O" Stores and Vaults, David Clulow, GMO and our Licensed Brands (Sears Optical and Target Optical).

As a result of our numerous acquisitions and the subsequent expansion of our business activities in the United States through these acquisitions, our results of operations, which are reported in Euro, are susceptible to currency rate fluctuations between the Euro and the U.S. dollar. The Euro/U.S. dollar exchange rate has fluctuated to an average exchange rate of Euro 1.00 = U.S. \$1.1159 in the first six months of 2016 from Euro 1.00 = U.S. \$1.1158 in the first six months of 2015. With the acquisition of OPSM and other businesses, our results of operations have been rendered more susceptible to currency fluctuations between the Euro and the Australian Dollar. Additionally, we incur part of our manufacturing costs in Chinese Yuan; therefore, the fluctuation of the Chinese Yuan could impact the demand of our products or our consolidated profitability. Although we engage in certain foreign currency hedging activities to mitigate the impact of these fluctuations, they have impacted our reported revenues and expenses during the periods discussed herein. The Group does not engage in long-term hedging activities to mitigate translation risk. This discussion should be read in conjunction with the risk factor discussion in Section 8 of the Management Report included with the 2015 Consolidated Financial Statements.

RESULTS OF OPERATIONS FOR THE SIX-MONTHS ENDED JUNE 30, 2016 AND 2015

| (Amounts in thousands of Euro) | Six months ended June 30, | | | | |
|---|---------------------------|----------------|------------------|----------------|----------------|
| | 2016 | % of net sales | 2015 | % of net sales | % Change |
| Net sales | 4,719,426 | 100% | 4,666,712 | 100% | (1.1)% |
| Cost of sales | 1,620,578 | 34.3% | 1,476,094 | 31.6% | 9.8% |
| Gross profit | 3,098,848 | 65.7% | 3,190,617 | 68.4% | (2.9)% |
| Selling | 1,428,173 | 30.3% | 1,397,199 | 29.9% | 2.2% |
| Royalties | 88,585 | 1.9% | 89,565 | 1.9% | (1.1)% |
| Advertising | 282,850 | 6.0% | 305,974 | 6.6% | (7.6)% |
| General and administrative | 511,165 | 10.8% | 539,350 | 11.6% | (5.2)% |
| Total operating expenses | 2,310,773 | 49.0% | 2,332,088 | 50.0% | (0.9)% |
| Income from operations | 788,076 | 16.7% | 858,529 | 18.4% | (8.2)% |
| Other income/(expense) | | | | | |
| Interest income | 6,207 | 0.1% | 5,384 | 0.1% | 15.3% |
| Interest expense | (39,163) | (0.8)% | (58,696) | (1.3)% | (33.3)% |
| Other—net | 2,526 | 0.1% | 710 | 0.0% | (100)% |
| Income before provision for income taxes | 757,646 | 16.1% | 805,927 | 17.3% | (42.2)% |
| Provision for income taxes | (280,621) | (5.9)% | (299,156) | (6.4)% | (6.2)% |
| Net income | 477,024 | 10.1% | 506,770 | 10.9% | (5.9)% |
| Attributable to | | | | | |
| —Luxottica Group stockholders | 475,683 | 10.1% | 505,113 | 10.8% | (5.8)% |
| —non-controlling interests | 1,341 | 0.0% | 1,658 | 0.0% | (19.1)% |

In order to represent the Group's operating performance on a consistent basis in this Management Report, net sales and operating expenses as represented in the Group's Consolidated Financial Statements have been adjusted in the tables below to take into account the following events:

In the first six months of 2016 the Group incurred:

- restructuring and reorganization costs for Euro 24.7 million;
- non-recurring expenses for Euro 43.9 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the French anti-trust proceeding;

In the first six months of 2015:

- impact of the EyeMed Adjustment (as defined above) equal to Euro 85.8 million;
- non-recurring expenses related to the Oakley integration and other minor projects of Euro 20.4 million.

Net Sales. Net sales increased by Euro 52.7 million, or 1.1% to Euro 4,719.4 million in the first six months of 2016 from Euro 4,666.7 million in the same period of 2015. Euro 90.2 million of the increase, attributable to the retail distribution segment, was partially offset by a decrease of Euro 37.5 million in the wholesale distribution segment. The weakening of certain currencies in which we conduct business resulted in a decrease in net sales of Euro 108.6 million. Adjusted net sales⁽¹⁰⁾ for the six-month period in 2015, which included the EyeMed Adjustment of Euro 85.8 million, were Euro 4,752.5 million.

⁽¹⁰⁾ For a further discussion of adjusted net sales, see Appendix—"Non-IFRS Measures."

Please find the reconciliation between adjusted⁽¹⁰⁾ net sales and net sales in the following table:

| (Amounts in million of Euro) | June 30, 2016 | June 30, 2015 |
|------------------------------|------------------|------------------|
| Net sales | 4,719.4 | 4,666.7 |
| > EyeMed Adjustment | — | 85.8 |
| Adjusted net sales | 4,719.4 | 4,752.5 |

Net sales for the retail distribution segment increased by Euro 90.2 million, or 3.4%, to Euro 2,749.0 million in the first six months of 2016 from Euro 2,658.8 million in the same period of 2015. The increase in net sales for the period was partially attributable to a 0.6% increase in comparable store⁽¹¹⁾ sales. The effects from currency fluctuations between the Euro, which is our reporting currency, and the other currencies in which we conduct business, in particular the weakening of the Australian dollar and the British pound compared to the Euro, decreased net sales in the retail distribution segment by Euro 49.0 million.

Adjusted net sales⁽¹⁰⁾ for the retail division in the first six months of 2015, which included the Eyemed Adjustment of Euro 85.8 million, were Euro 2,744.6 million.

Please find the reconciliation between adjusted⁽¹⁰⁾ net sales of the retail division and net sales of the retail division in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|--|------------------|------------------|
| Net sales of the retail division | 2,749.0 | 2,658.8 |
| > EyeMed Adjustment | — | 85.8 |
| Adjusted net sales of the retail division | 2,749.0 | 2,744.6 |

Net sales to third parties in the manufacturing and wholesale distribution segment decreased in the first six months of 2016 by Euro 37.5 million, or 1.9%, to Euro 1,970.4 million from Euro 2,007.9 million in the same period of 2015. The decrease in sales was impacted by the reduction in net sales of some of our proprietary brands, in particular Ray-Ban and Oakley and by certain designer brands including Prada. This decrease occurred in most geographic areas in which the Group operates. The reduction was also driven by negative currency fluctuations, in particular the weakening of the Australian dollar, British pound and Brazilian real compared to the Euro, which decreased net sales in the wholesale distribution segment by Euro 59.7 million.

In the first six months of 2016, net sales in the retail distribution segment accounted for approximately 58.2% of total net sales, as compared to approximately 57.0% of total net sales in the same period of 2015.

In the first six months of 2016 and 2015, net sales in our retail distribution segment in the United States and Canada comprised 79.5% and 78.5%, respectively, of our total net sales in this segment. In U.S. dollars, retail net sales in the United States and Canada increased by 5.2% to U.S. \$ 2,448.3 million in the first six months of 2016 from U.S. \$ 2,327.6 million in the same period of 2015. During the first six months of 2016, net sales in the retail distribution segment in the rest of the world (excluding the United States and Canada) comprised 20.5% of our total net sales in the retail distribution segment and slightly decreased by 1.4% to Euro 564.6 million in the first six months of 2016 from Euro 572.8 million, or 21.5% of our total net sales in the retail distribution segment, in the same period of 2015.

⁽¹¹⁾ Comparable store sales reflects the change in sales from one period to another that, for comparison purposes, includes in the calculation only stores open in the more recent period that also were open during the comparable prior period in the same geographic area, and applies to both periods the average exchange rate for the prior period.

In the first six months of 2016, net sales to third parties in our manufacturing and wholesale distribution segment in Europe were Euro 833.3 million, comprising 42.3% of our total net sales in this segment, compared to Euro 815.8 million, or 40.6% of total net sales in this segment in the same period of 2015, increasing by Euro 17.5 million or 2.1% in 2016 as compared to the same period of 2015. Net sales to third parties in our manufacturing and wholesale distribution segment in the United States and Canada were U.S. \$623.6 million and comprised 27.5% of our total net sales in this segment in the first six months of 2016, compared to U.S. \$634.0 million, or 28.3% of total net sales in this segment, in the same period of 2015. The decrease in net sales in the United States and Canada was primarily due to the reduction in net sales of certain of our proprietary brands including Oakley. In the first six months of 2016, net sales to third parties in our manufacturing and wholesale distribution segment in the rest of the world were Euro 582.9 million, comprising 29.6% of our total net sales in this segment, compared to Euro 623.9 million, or 31.1% of our net sales in this segment, in the same period of 2015, with a decrease of 6.6%, as of June 30 2016 as compared to the same period of 2015.

Cost of Sales. Cost of sales increased by Euro 144.5 million, or 9.8%, to Euro 1,620.6 million in the first six months of 2016 from Euro 1,476.1 million in the same period of 2015. As a percentage of net sales, cost of sales was 34.3% and 31.6% in the first six months of 2016 and 2015, respectively. The increase in cost of sales on net sales is due to the combined effect of the change of the product mix and to the price harmonization that occurred in 2016. In the first six months of 2016, the average number of frames produced daily in our facilities was approximately 353,000 in line with the same period of 2015.

Adjusted cost of sales⁽¹²⁾ which excludes in the first six months of 2016 reorganization and restructuring expenses of Euro 8.6 million and non-recurring expenses of Euro 0.1 million, and includes in the first six months of 2015 the EyeMed adjustment equal to Euro 85.8 million, was Euro 1,611.9 million and Euro 1,561.9 million, respectively.

Please find the reconciliation between adjusted cost of sales⁽¹²⁾ and cost of sales in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|---|------------------|------------------|
| Cost of sales | 1,620.6 | 1,476.1 |
| > Eyemed Adjustment | | 85.8 |
| > Non-recurring expenses | (0.1) | — |
| > Restructuring and reorganization expenses | (8.6) | — |
| Adjusted cost of sales | 1,611.9 | 1,561.9 |

Gross Profit. Our gross profit decreased by Euro 91.8 million, or 2.9%, to Euro 3,098.8 million in the first six months of 2016 from Euro 3,190.6 million in the same period of 2015. As a percentage of net sales, gross profit decreased to 65.7% in the first six months of 2016 from 68.4% in the same period of 2015.

Operating Expenses. Total operating expenses decreased by Euro 21.3 million, or 0.9%, to Euro 2,310.8 million in the first six months of 2016 from Euro 2,332.1 million in the same period of 2015. As a percentage of net sales, operating expenses decreased to 49.0% in the first six months of 2016 from 50.0% in the same period of 2015. The reduction is primarily driven by general and administrative expenses which decreased by Euro 27.9 million as a result of the cost-savings actions put in place by the Group in the first six month of 2016.

Adjusted operating expenses⁽¹³⁾, excluding for 2016 (i) restructuring and reorganization expenses for Euro 16.0 million, and (ii) non-recurring expenses of Euro 43.8 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the

⁽¹²⁾ For a further discussion of adjusted cost of sales, see Appendix—“Non-IFRS Measures.”

⁽¹³⁾ For a further discussion of adjusted operating expenses, see Appendix—“Non-IFRS Measures.”

French anti-trust proceeding, and for 2015 non-recurring expenses related to the Oakley integration and other minor projects for Euro 20.4 million, decreased by Euro 60.7 million to Euro 2,251.0 million, or 47.7% on net sales, as compared to Euro 2,311.7, or 48.6% on adjusted net sales⁽¹⁰⁾.

Please find the reconciliation between adjusted operating expenses⁽¹³⁾ and operating expenses in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|---|------------------|------------------|
| Operating expenses | 2,310.8 | 2,332.1 |
| > Restructuring and reorganization expenses | (16.0) | — |
| > Non-recurring expenses | (43.8) | (20.4) |
| Adjusted operating expenses | 2,251.0 | 2,311.7 |

Selling and advertising expenses (including royalty expenses) increased by Euro 6.9 million, or 0.4%, to Euro 1,799.6 million in the first six months of 2016 from Euro 1,792.7 million in the same period of 2015. Selling expenses increased by Euro 31.0 million, or 2.2%. Advertising expenses decreased by Euro 23.1 million, or 7.6%. Royalties decreased by Euro 1.0 million, or 1.1%. As a percentage of net sales selling and advertising expenses were 38.1% and 38.4% in the first six months of 2016 and 2015, respectively.

Adjusted selling and advertising expenses⁽¹⁴⁾ (including royalty expenses), excluding for 2016 restructuring and reorganization expenses of Euro 3.6 million and non-recurring expenses of Euro 0.3 million, increased by Euro 3.0 million to Euro 1,795.7 million as compared to selling and advertising expenses of Euro 1,792.7 million in 2015. As a percentage of net sales adjusted selling and advertising expenses⁽¹⁴⁾ were 38.0% in the first six month of 2016. As a percentage of adjusted net sales⁽¹⁰⁾ selling and advertising expenses were 37.7% in the first six months of 2015.

Please find the reconciliation between adjusted selling and advertising expenses⁽¹⁴⁾ and selling and advertising expenses in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|--|------------------|------------------|
| Selling and advertising expenses | 1,799.6 | 1,792.7 |
| > Non recurring expenses | (0.3) | — |
| > Restructuring and reorganization expenses | (3.6) | — |
| Adjusted Selling and advertising expenses | 1,795.7 | 1,792.7 |

General and administrative expenses, including intangible asset amortization, decreased by Euro 28.2 million, or 5.2%, to Euro 511.2 million in the first six months of 2016, as compared to Euro 539.4 million in the same period of 2015. As a percentage of net sales, general and administrative expenses were 10.8% in the first six months of 2016 as compared to 11.6% in the same period of 2015. The decrease is mainly due to the cost-savings actions put in place by the group in the first six month of 2016.

Adjusted general and administrative expenses⁽¹⁵⁾, including intangible asset amortization and excluding for 2016 restructuring and reorganization expenses of Euro 12.3 million and non-recurring expenses of Euro 43.5 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the French anti-trust proceeding, and for 2015 the non-recurring expenses related to the Oakley integration and other minor projects for

⁽¹⁴⁾ For a further discussion of adjusted selling and advertising expenses, see Appendix—“Non-IFRS Measures.”

⁽¹⁵⁾ For a further discussion of adjusted general and administrative expenses, see Appendix—“Non-IFRS Measures.”

Euro 20.4 million, were Euro 455.3 million and Euro 519.0 million in the first six months of 2016 and in 2015, respectively. As a percentage of net sales adjusted general and administrative expenses⁽¹⁵⁾ were 9.6% in the first six months of 2016. As a percentage of adjusted net sales⁽¹⁰⁾ adjusted general and administrative expenses⁽¹⁵⁾ were 10.9% in the first six months of 2015.

Please find the reconciliation between adjusted general and administrative expenses⁽¹⁵⁾ and general and administrative expenses in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|---|------------------|------------------|
| General and administrative expenses | 511.1 | 539.4 |
| > Restructuring and reorganization expenses | (12.3) | — |
| > Non-recurring expenses | (43.5) | (20.4) |
| Adjusted general and administrative expenses | 455.3 | 519.0 |

Income from Operations. For the reasons described above, income from operations decreased by Euro 70.5 million or 8.2% to Euro 788.1 million in the first six months of 2016 from Euro 858.5 million in the same period of 2015. As a percentage of net sales, income from operations decreased to 16.7% in 2016 from 18.4% in 2015.

Adjusted income from operations⁽¹⁶⁾, excluding for 2016 restructuring and reorganization expenses of Euro 24.7 million and non-recurring expenses of Euro 43.9 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the French anti-trust proceeding, and for 2015 the non-recurring expenses related to the Oakley integration and other minor projects for Euro 20.4 million, decreased by Euro 22.3 million to Euro 856.6 million in the first six months of 2016 from Euro 878.9 million in the same period of 2015. As a percentage of net sales adjusted income from operations⁽¹⁶⁾ was 18.2% in the first six months of 2016. As a percentage of adjusted net sales⁽¹⁰⁾ adjusted income from operations⁽¹⁶⁾ was 18.5% in the first six months 2015.

Please find the reconciliation between adjusted income from operations⁽¹⁶⁾ and income from operations in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|---|------------------|------------------|
| Income from operations | 788.1 | 858.5 |
| > Restructuring and reorganization expenses | 24.7 | — |
| > Non-recurring expenses | 43.9 | 20.4 |
| Adjusted Income from operations | 856.6 | 878.9 |

Other Income (Expense)—Net. Other income (expense)—net was Euro (30.4) million in the first six months of 2016 as compared to Euro (52.6) million in the same period of 2015. Net interest expense was Euro 33.0 million in the first six months of 2016 as compared to Euro 53.3 million in the same period of 2015. The reduction was due to the repayment of long-term debt maturing in the second half of 2015.

Net Income. Income before taxes decreased by Euro 48.3 million, or 6.0% to Euro 757.6 million in the first six months of 2016 from Euro 805.9 million in the same period of 2015. As a percentage of net sales, income before taxes decreased to 16.1% in 2016, from 17.3% in 2015.

Our adjusted effective tax rate was 35.5% and 36.3% in the first six months of 2016 and 2015, respectively.

⁽¹⁶⁾ For a further discussion of adjusted income from operations, see Appendix—“Non-IFRS Measures.”

Net income attributable to non-controlling interests was equal to Euro 1.3 million and Euro 1.7 million, in the first six months of 2016 and 2015, respectively.

Net income attributable to Luxottica Group stockholders decreased by Euro 29.4 million, or 5.8% to Euro 475.7 million in the first six months of 2016 from Euro 505.1 million in the same period of 2015. Net income attributable to Luxottica Group stockholders as a percentage of net sales decreased to 10.1% in the first six months of 2016 from 10.8% in 2015.

Adjusted net income attributable to Luxottica Group stockholders⁽¹⁷⁾, excluding for 2016 restructuring and reorganization expenses of Euro 16.4 million and non-recurring expenses of Euro 39.4 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the French anti-trust proceeding, and for 2015 the non-recurring expenses related to the Oakley integration and other minor projects for Euro 19.6 million, increased by Euro 6.8 million to Euro 531.5 million from Euro 524.7 million. As a percentage of net sales, adjusted net income attributable to Luxottica Group stockholders⁽¹⁷⁾ was 11.3% in the first six months of 2016. As a percentage of adjusted net sales⁽¹⁰⁾, adjusted net income attributable to Luxottica Group stockholders⁽¹⁷⁾ was 11.0%.

Please find the reconciliation between adjusted net income attributable to Luxottica Group stockholders⁽¹⁷⁾ and net income attributable to Luxottica Group stockholders in the following table:

| (Amounts in millions of Euro) | June 30, 2016 | June 30, 2015 |
|--|------------------|------------------|
| Net income attributable Luxottica Stockholders | 475.7 | 505.1 |
| > Restructuring and reorganization expenses | 16.4 | — |
| > Non-recurring expenses | 39.4 | 19.6 |
| Adjusted Net income attributable Luxottica Stockholders | 531.5 | 524.7 |

Basic earnings per share were Euro 0.99 in the first six months of 2016 and Euro 1.05 in the same period of 2015. Adjusted basic earnings per share⁽¹⁸⁾ was Euro 1.11 in the first six months of 2016 and Euro 1.10 in the same period of 2015.

OUR CASH FLOWS

The following table sets forth certain items included in our statements of consolidated cash flows included in Item 2 of this report for the periods indicated.

| (Amounts in thousands of Euro) | June 30, 2016 | June 30, 2015 |
|---|----------------|------------------|
| A) Cash and cash equivalents at the beginning of the period | 864,852 | 1,453,587 |
| B) Net cash provided by operating activities | 689,780 | 500,070 |
| C) Cash provided/(used) in investing activities | (311,577) | (231,128) |
| D) Cash provided/(used) in financing activities | (481,378) | (724,189) |
| E) Effect of exchange rate changes on cash and cash equivalents | (7,467) | 44,256 |
| F) Net change in cash and cash equivalents | (110,643) | (410,991) |
| G) Cash and cash equivalents at the end of the period | 754,209 | 1,042,596 |

⁽¹⁷⁾ For a further discussion of adjusted net income attributable to Luxottica Stockholders, see Appendix—“Non-IFRS Measures.”

⁽¹⁸⁾ For a further discussion of adjusted basic earning per share, see Appendix—“Non-IFRS Measures.”

Operating Activities. The Company's net cash provided by operating activities in the first six months of 2016 and 2015 was Euro 689.8 million and Euro 500.1 million, respectively.

Depreciation and amortization were Euro 249.0 million in the first nine months of 2016 as compared to Euro 235.7 million in the same period of 2015. The increase is mainly due to capital additions of the first six months of 2016.

The change in accounts receivable was Euro (239.6) million in the first six months of 2016 as compared to Euro (304.2) million in the same period of 2015. The change, in line with the seasonality of the Group's business, was less than in 2015 due to the lower net sales in the wholesale division. The change in inventory was Euro (14.1) million in the first six months of 2016 as compared to Euro (63.5) million in the first six months of 2015. The increase in inventory in 2015 was aimed at improving the quality of the customer experience by having inventory levels in line with customer demand. The change in accounts payable was Euro 32.4 million in the first six months of 2016 as compared to Euro 88.2 million in the same period of 2015. The change as compared to previous year was mainly due to the timing of payment made by the Group. Income taxes paid in the first six months of 2016 were Euro (88.9) million as compared to Euro (282.0) million in the same period of 2015. The increase in income taxes paid in the first six months of 2015 was due to the Italian entities of the Group and, in particular, to the payment of Euro (91.6) million related to the tax audit of Luxottica S.r.l. for the tax years from 2008 to 2011. The change was also due to the timing of tax payments in the different jurisdictions in which the Group operates. Interest paid was Euro (52.2) million as compared to Euro (63.6) million in the first six months of 2016 and 2015, respectively. The decrease is mainly due to the repayment of long term debt due in the second half of 2015.

Investing Activities. The Company's net cash used in investing activities was Euro (311.6) million and Euro (231.1) million in the first six months of 2016 and 2015, respectively. The primary investment activities in the first six months of 2016 were related to (i) the purchase of tangible assets for Euro (275.8) million, including a building in New York of approximately Euro 65.8 million (Euro 6.5 million paid in 2015), and (ii) the acquisition of intangible assets for Euro (57.3) million. In the first six months of 2016 the Group finalized the sale of the aircraft owned by Luxottica Leasing Srl which resulted in cash inflow of Euro 19.3 million. The primary investment activities in the first six months of 2015 were related to (i) the purchase of tangible assets for Euro (148.7) million, and (ii) the acquisition of intangible assets for Euro (83.4) million.

Financing Activities. The Company's net cash used in financing activities was Euro (481.4) million and Euro (724.2) million in the first six months of 2016 and 2015, respectively. Cash used by financing activities in the first six months of 2016 consisted of (i) Euro (427.7) million related to the payment of dividends to the Company's shareholders, (ii) Euro (95.7) million related to the purchase of treasury shares, (iii) Euro 36.5 million related to the increase in bank overdrafts, (iv) Euro 7.2 million from Delfin S.a.r.l. contributions related to the grant of treasury shares to the Group's employees in Italy in honor of the 80th birthday of the Group's chairman, and (v) of Euro 4.3 million related to the exercise of stock options. Cash used in the first six months of 2015 was mainly due to (i) Euro (689.7) million used to pay dividends to the shareholders of the Company, (ii) Euro (28.5) million related to the decrease of bank overdraft, (iii) Euro (19.0) million related to the acquisition of the remaining 49% of Luxottica Netherlands, and (iv) Euro 37.8 million related to the exercise of stock options.

OUR CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONDENSED)

| ASSETS (Amounts in thousands of Euro) | June 30, 2016 | December 31, 2015 |
|---|--------------------------|------------------------------|
| CURRENT ASSETS: | | |
| Cash and cash equivalents | 754,209 | 864,852 |
| Accounts receivable | 1,101,094 | 858,053 |
| Inventories | 849,443 | 833,272 |
| Other assets | 254,966 | 272,932 |
| Total current assets | 2,959,712 | 2,829,109 |
| NON-CURRENT ASSETS: | | |
| Property, plant and equipment | 1,503,776 | 1,435,524 |
| Goodwill | 3,554,717 | 3,596,983 |
| Intangible assets | 1,364,000 | 1,442,148 |
| Investments | 66,235 | 65,378 |
| Other assets | 101,544 | 105,574 |
| Deferred tax assets | 191,765 | 174,433 |
| Total non-current assets | 6,782,038 | 6,820,040 |
| TOTAL ASSETS | 9,741,750 | 9,649,148 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | June 30, 2016 | December 31, 2015 |
| CURRENT LIABILITIES: | | |
| Short-term borrowings | 152,215 | 110,450 |
| Current portion of long-term debt | 72,723 | 44,882 |
| Accounts payable | 898,043 | 927,186 |
| Income taxes payable | 237,867 | 34,179 |
| Short-term provisions for risks and other charges | 155,325 | 118,779 |
| Other liabilities | 639,671 | 671,424 |
| Total current liabilities | 2,155,844 | 1,906,900 |
| NON-CURRENT LIABILITIES: | | |
| Long-term debt | 1,655,883 | 1,715,104 |
| Employee benefits | 210,478 | 136,200 |
| Deferred tax liabilities | 232,372 | 277,327 |
| Long-term provisions for risks and other charges | 111,702 | 104,508 |
| Other liabilities | 93,399 | 91,391 |
| Total non-current liabilities | 2,303,835 | 2,324,529 |
| STOCKHOLDERS' EQUITY: | | |
| Luxottica Group stockholders' equity | 5,276,936 | 5,412,524 |
| Non-controlling interests | 5,136 | 5,196 |
| Total stockholders' equity | 5,282,072 | 5,417,719 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | 9,741,750 | 9,649,148 |

As of June 30, 2016, total assets increased by Euro 92.6 million to Euro 9,741.8 million, compared to Euro 9,649.1 million as of December 31, 2015.

In the first six months of 2016, non-current assets decreased by Euro 38.0 million, mainly due to a decrease in intangible assets (including goodwill) of Euro 120.4 million and a decrease in other assets of Euro 4.0 million and it is partially offset by an increase in property, plant and equipment of Euro 68.2 million and an increase in deferred tax assets of Euro 17.3 million.

The decrease in intangible assets (including goodwill) was due to the negative effects of foreign currency fluctuations of Euro 61.7 million and to amortization in the period of Euro 109.1 million which were partially offset by the additions in the period of Euro 51.5 million.

The increase in property, plant and equipment was due to the additions in the period of Euro 233.3 million and was partially offset by the negative currency fluctuation effects of Euro 18.0 million as of June 30, 2015 compared to December 31, 2015, and depreciation in the period of Euro 139.8 million.

As of June 30, 2016 as compared to December 31, 2015:

- Accounts receivable increased by Euro 243.0 million, primarily due to the seasonality of the Group's business which is generally characterized by higher sales in the first part of the year and collection of the related receivables in the second part of the year;
- Inventories increased by Euro 16.2 million is mainly aimed at improving the quality of the customer experience by having at any time finished products inventory levels in line with customer demand;
- Accounts payable increased by Euro 29.1 million, primarily due to the timing of the payments made by the Group and was partially offset by the weakening of certain currencies in which the Group operates;
- Other current assets decreased by Euro 18.0 million mainly due to the sale of the aircraft owned by Luxottica Leasing Srl which was classified as an asset held for sale as of December 31, 2015;
- Current taxes payable increased by Euro 203.7 million due to the timing of tax payments made by the Group in various jurisdictions;
- Employee benefits increased by Euro 74.3 million which was primarily due to the reduction of interest rates used to discount the liability; and
- Short-term risk provision for risks and other charges increased by Euro 36.5 million mainly due to the accrual for the French anti-trust proceeding.

Our net financial position as of June 30, 2016 and December 31, 2015 was as follows:

| (Amounts in thousands of Euro) | June 30, 2016 | December 31, 2015 |
|-------------------------------------|---------------------------|---------------------------|
| Cash and cash equivalents | 754,209 | 864,852 |
| Bank overdrafts | (152,215) | (110,450) |
| Current portion of long-term debt | (72,723) | (44,882) |
| Long-term debt | <u>(1,655,833)</u> | <u>(1,715,104)</u> |
| Total net financial position | <u>(1,126,612)</u> | <u>(1,005,584)</u> |

Bank overdrafts consist of the utilized portion of short-term uncommitted revolving credit lines borrowed by various subsidiaries of the Group. The interest rate applied to these credit lines depends on the currency and is usually floating.

As of June 30, 2016, Luxottica together with our wholly-owned Italian subsidiaries had credit lines aggregating Euro 343.8 million. The interest rate is a floating rate of EURIBOR plus a margin on average of approximately 30 basis points. At June 30, 2016, Euro 50.0 million was utilized under these credit lines.

As of June 30, 2016, our wholly-owned subsidiary Luxottica U.S. Holdings Corp. maintained unsecured lines of credit with an aggregate maximum availability of Euro 112.5 million (USD 124.9 million

converted at the applicable exchange rate for the period ended June 30, 2016). The interest is at a floating rate of approximately LIBOR plus 50 basis points. At June 30, 2016, these credit lines were not utilized but Euro 45.8 million in aggregate face amount of standby letters of credit were outstanding as of period end.

4. RELATED PARTY TRANSACTIONS

Our related party transactions are neither atypical nor unusual and occur in the ordinary course of our business. Management believes that these transactions are fair to the Company. These transactions are managed as arms-length market transactions. For further details regarding related party transactions, please refer to Note 29 of the Notes to the Consolidated Financial Statements as of June 30, 2016.

On January 29, 2013 the Company elected to avail itself of the options provided by Article 70, Section 8, and Article 71, Section 1- bis, of CONSOB Issuers' Regulations and, consequently, will no longer comply with the obligation to make available to the public an information memorandum in connection with transactions involving significant mergers, spin-offs, increases in capital through contributions in kind, acquisitions and disposals.

5. SUBSEQUENT EVENTS

For further details regarding any subsequent events, please refer to Note 35 to the Condensed Consolidated Financial Statements as of June 30, 2016.

6. 2016 OUTLOOK

The second quarter results, along with increasing uncertainty in many markets, lead management to assume a more cautious outlook for the second half of the year. The Group is therefore revising its expectations for the full-year 2016 as follows: sales growth to increase in the range of 2-3% at constant exchange rates; adjusted operating income⁽⁴⁾ and adjusted net income⁽⁶⁾ aligned to net sales growth; and the Group's net debt/adjusted EBITDA ratio to fall within a range of 0.5x-0.4x.

APPENDIX

NON-IFRS MEASURES

Adjusted measures

In this Management Report we refer to certain performance measures that are not in accordance with IFRS. Such non-IFRS measures are not meant to be considered in isolation or as a substitute for items appearing on our financial statements prepared in accordance with IFRS. Rather, these non-IFRS measures should be used as a supplement to IFRS results to assist the reader in better understanding our operational performance.

Such measures are not defined terms under IFRS and their definitions should be carefully reviewed and understood by investors. Such non-IFRS measures are explained in detail and reconciled to their most comparable IFRS measures below.

In order to provide a supplemental comparison of current period results of operations to prior periods, we have adjusted for certain non-recurring transactions or events.

In the first six months of 2016, we made adjustments to the following measures: cost of sales, selling expenses, general and administrative expenses, EBITDA, operating income, income taxes, net income and earnings per share. We adjusted the above items for (i) restructuring and reorganization costs of Euro 24.7 million (Euro 16.4 million net of taxes), and (ii) non-recurring expenses of Euro 43.9 million (Euro 39.4 million net of taxes) related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to an accrual for the French anti-trust proceeding.

In the first six months of 2015, we made adjustments to the following measures: net sales, cost of sales, general and administrative expenses, EBITDA, operating income, income taxes, net income and earnings per share. We adjusted the above items for the modification of the EyeMed reinsurance agreement referenced above with an impact for the six-month period ended June 30, 2015 equal to Euro 85.8 million (the “EyeMed Adjustment”) and for the non-recurring expenses related to the Oakley integration and other minor projects of Euro 20.4 million (Euro 19.6 million net of tax).

The adjusted measures referenced above are not measures of performance in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board and endorsed by the European Union. The Group believes that these adjusted measures are useful to both management and investors in evaluating the Group’s operating performance compared with that of other companies in its industry in order to provide a supplemental view of operations.

Non-IFRS measures such as EBITDA, EBITDA margin, free cash flow and the ratio of net debt to EBITDA are included in this Management Report in order to:

- improve transparency for investors;
- assist investors in their assessment of the Group’s operating performance and its ability to refinance its debt as it matures and incur additional indebtedness to invest in new business opportunities;
- assist investors in their assessment of the Group’s cost of debt;
- ensure that these measures are fully understood in light of how the Group evaluates its operating results and leverage;
- properly define the metrics used and confirm their calculation; and
- share these measures with all investors at the same time.

See the tables below for a reconciliation of the adjusted measures discussed above to their most directly comparable IFRS financial measures. For a reconciliation of EBITDA to its most directly comparable IFRS measure, see the pages following the tables below (Amounts in millions of Euro):

| <i>Luxottica Group</i> | 1H 2016 | | | | | |
|--|----------------|------------------|----------------|------------------|--------------|-------------|
| | Net sales | Cost of Sales | EBITDA | Operating Income | Net Income | Base EPS |
| Reported | 4,719.4 | (1,620.6) | 1,037.1 | 788.1 | 475.7 | 0.99 |
| > Restructuring and Reorganization expense | — | 8.6 | 24.7 | 24.7 | 16.4 | 0.03 |
| > Non-Recurring expenses | — | 0.1 | 43.9 | 43.9 | 39.4 | 0.08 |
| Adjusted | 4,719.4 | (1,611.8) | 1,105.6 | 856.6 | 531.5 | 1.11 |

| <i>Luxottica Group</i> | 1H 2015 | | | | | |
|--|----------------|------------------|----------------|------------------|--------------|-------------|
| | Net sales | Cost of Sales | EBITDA | Operating Income | Net Income | Base EPS |
| Reported | 4,666.7 | (1,476.1) | 1,094.2 | 858.5 | 505.1 | 1.05 |
| > EyeMed Adjustment | 85.8 | (85.8) | — | — | — | — |
| > Oakley integration and other minor project costs | — | — | 20.4 | 20.4 | 19.6 | 0.04 |
| Adjusted | 4,752.5 | (1,561.9) | 1,114.6 | 878.9 | 524.7 | 1.10 |

EBITDA and EBITDA margin

EBITDA represents net income attributable to Luxottica Group stockholders, before non-controlling interests, provision for income taxes, other income/expense, depreciation and amortization. EBITDA margin means EBITDA divided by net sales. We believe that EBITDA is useful to both management and investors in evaluating our operating performance compared to that of other companies in our industry. Our calculation of EBITDA allows us to compare our operating results with those of other companies without giving effect to financing, income taxes and the accounting effects of capital spending, which items may vary for different companies for reasons unrelated to the overall operating performance of a company's business.

EBITDA and EBITDA margin are not meant to be considered in isolation or as a substitute for items appearing in our financial statements prepared in accordance with IFRS. Rather, these non-IFRS measures should be used as a supplement to IFRS results to assist the reader in better understanding the operational performance of the Group. For additional information on the Group's non-IFRS measures used in this report, see "NON-IFRS MEASURES—*Adjusted Measures*" set forth above.

Investors should be aware that our method of calculating EBITDA may differ from methods used by other companies. We recognize that the usefulness of EBITDA has certain limitations, including:

- EBITDA does not include interest expense. Because we have borrowed money in order to finance our operations, interest expense is a necessary element of our costs and ability to generate profits and cash flows. Therefore, any measure that excludes interest expense may have material limitations;
- EBITDA does not include depreciation and amortization expense. Because we use capital assets, depreciation and amortization expense is a necessary element of our costs and ability to generate profits. Therefore, any measure that excludes depreciation and amortization expense may have material limitations;
- EBITDA does not include provision for income taxes. Because the payment of income taxes is a necessary element of our costs, any measure that excludes tax expense may have material limitations;

- EBITDA does not reflect cash expenditures or future requirements for capital expenditures or contractual commitments;
- EBITDA does not reflect changes in, or cash requirements for, working capital needs;
- EBITDA does not allow us to analyze the effect of certain recurring and non-recurring items that materially affect our net income or loss.

We compensate for the foregoing limitations by using EBITDA as a comparative tool, together with IFRS measurements, to assist in the evaluation of our operating performance and leverage. The following table provides a reconciliation of EBITDA to net income, which is the most directly comparable IFRS financial measure, as well as the calculation of EBITDA margin on net sales:

Non-IFRS Measure: EBITDA and EBITDA margin

| Millions of Euro | 1H 2015 | 1H 2016 | FY 2015 | LTM June 30, 2016 |
|--|---------|---------|---------|----------------------|
| Net income/(loss) (+) | 505.1 | 475.7 | 804.1 | 774.7 |
| Net income attributable to non-controlling interest (+) | 1.7 | 1.3 | 2.8 | 2.4 |
| Provision for income taxes (+) | 299.2 | 280.6 | 471.0 | 452.4 |
| Other (income)/expense (+) | 52.6 | 30.4 | 98.5 | 76.4 |
| Depreciation and amortization (+) | 235.7 | 249.0 | 476.9 | 490.2 |
| EBITDA (=) | 1,094.2 | 1,037.1 | 1,853.3 | 1,796.1 |
| Net sales (/) | 4,666.7 | 4,719.4 | 8,836.6 | 8,889.3 |
| EBITDA margin (=) | 23.4% | 22.0% | 21.0% | 20.2% |

Non-IFRS Measure: Adjusted EBITDA and Adjusted EBITDA margin

| Millions of Euro | 1H 2015 ^(1,4) | 1H 2016 ^(2,3) | FY 2015 ^(1,4) | LTM June 30, 2016 ^(1,2,3,4) |
|--|--------------------------|--------------------------|--------------------------|---|
| Adjusted net income/(loss) (+) | 524.7 | 531.5 | 854.0 | 860.8 |
| Net income attributable to non-controlling interest (+) | 1.7 | 1.3 | 2.8 | 2.4 |
| Adjusted provision for income taxes (+) | 300.0 | 293.3 | 487.6 | 480.9 |
| Other (income)/expense (+) | 52.6 | 30.4 | 98.5 | 76.4 |
| Depreciation and amortization (+) | 235.7 | 249.0 | 476.9 | 490.2 |
| Adjusted EBITDA (=) | 1,114.6 | 1,105.6 | 1,919.7 | 1,910.6 |
| Net sales (/) | 4,752.5 | 4,719.4 | 9,010.8 | 8,977.8 |
| Adjusted EBITDA margin (=) | 23.5% | 23.4% | 21.3% | 21.3% |

The adjusted figures:

- (1) Include the EyeMed Adjustment. Starting from July 1, 2014 following the modification of an EyeMed reinsurance agreement with an existing underwriter, the Group assumes less reinsurance revenues and less claims expense. The impact of the contract for the twelve-month period ended December 31, 2015 was Euro 174.3 million, for the six month-period ended June 30, 2015 was Euro 85.8 million. Starting from January 1, 2016 Eyemed modified the terms of the reinsurance agreement and is, therefore, recognizing more reinsurance revenues and more claims expense;
- (2) Exclude restructuring and reorganization expenses of Euro 24.7 million (Euro 16.4 million net of taxes) for the six month-period ended June 30, 2016;
- (3) Exclude in 2016 the non-recurring expenses of Euro 43.9 million (Euro 39.4 million net of taxes) related to the departure of Adil Mehboob-Khan as CEO for markets, expenses related to the Oakley integration and the accrual of the French antitrust proceeding;
- (4) Exclude for 2015 non-recurring expenses related to the Oakley integration and other minor projects of Euro 66.4 million (Euro 49.8 million net of taxes) for the twelve-month period ended December 31, 2015, and Euro 20.4 million (Euro 19.6 million net of taxes) for the six month-period ended June 30, 2015.

Free Cash Flow

Free cash flow represents EBITDA, as defined above, plus or minus the decrease/(increase) in working capital over the period, less capital expenditures, plus or minus interest income/(expense) and extraordinary items, minus taxes paid. Our calculation of free cash flow provides a clearer picture of our ability to generate net cash from operations, which is used for mandatory debt service requirements, to fund discretionary investments, pay dividends or pursue other strategic opportunities. For additional information on Group's non-IFRS measures used in this report, see "NON-IFRS MEASURES—*Adjusted Measures*" set forth above.

Free cash flow is not meant to be considered in isolation or as a substitute for items appearing on our financial statements prepared in accordance with IFRS. Rather, this non-IFRS measure should be used as a supplement to IFRS results to assist the reader in better understanding the operational performance of the Group.

The Group cautions that this measure is not a defined term under IFRS and its definition should be carefully reviewed and understood by investors.

Investors should be aware that our method of calculation of free cash flow may differ from methods used by other companies. We recognize that the usefulness of free cash flow as an evaluative tool may have certain limitations, including:

- The manner in which we calculate free cash flow may differ from that of other companies, which limits its usefulness as a comparative measure;
- Free cash flow does not represent the total increase or decrease in the net debt balance for the period since it excludes, among other things, cash used for funding discretionary investments and to pursue strategic opportunities during the period and any impact of the exchange rate changes; and
- Free cash flow can be subject to adjustment at our discretion if we take steps or adopt policies that increase or diminish our current liabilities and/or changes to working capital.

We compensate for the foregoing limitations by using free cash flow as one of several comparative tools, together with IFRS measurements, to assist in the evaluation of our operating performance.

The following table provides a reconciliation of free cash flow to EBITDA and the table above provides a reconciliation of EBITDA to net income, which is the most directly comparable IFRS financial measure:

Non-IFRS Measure: Free cash flow

| (Amounts in millions of Euro) | 1H 2016 |
|--------------------------------------|----------------|
| Adjusted EBITDA⁽¹⁾ | 1,105.6 |
| Δ working capital | (295.5) |
| Capex | (284.7) |
| Operating cash flow | 525.4 |
| Financial charges ⁽²⁾ | (33.0) |
| Taxes | (88.9) |
| Other—net ⁽³⁾ | (0.8) |
| Free cash flow | 402.7 |

⁽¹⁾ EBITDA is not an IFRS measure; please see table above for a reconciliation of EBITDA to net income.

⁽²⁾ Equals interest income minus interest expenses.

⁽³⁾ Equals extraordinary income minus extraordinary expenses.

Net debt to EBITDA ratio

Net debt represents the sum of bank overdrafts, the current portion of long-term debt and long-term debt, less cash. The ratio of net debt to EBITDA is a measure used by management to assess the Group's level of leverage, which affects our ability to refinance our debt as it matures and incur additional indebtedness to invest in new business opportunities. The ratio also allows management to assess the cost of existing debt since it affects the interest rates charged by the Company's lenders.

EBITDA and the ratio of net debt to EBITDA are not meant to be considered in isolation or as a substitute for items appearing on our financial statements prepared in accordance with IFRS. Rather, these non-IFRS measures should be used as a supplement to IFRS results to assist the reader in better understanding the operational performance of the Group. For additional information on Group's non-IFRS measures used in this report, see "NON-IFRS MEASURES—Adjusted Measures" set forth above.

The Group cautions that these measures are not defined terms under IFRS and their definitions should be carefully reviewed and understood by investors.

Investors should be aware that Luxottica Group's method of calculating EBITDA and the ratio of net debt to EBITDA may differ from methods used by other companies.

The Group recognizes that the usefulness of EBITDA and the ratio of net debt to EBITDA as evaluative tools may have certain limitations. The ratio of net debt to EBITDA is net of cash and cash equivalents, restricted cash and short-term investments, thereby reducing our debt position.

Because we may not be able to use our cash to reduce our debt on a dollar-for-dollar basis, this measure may have material limitations. We compensate for the foregoing limitations by using EBITDA and the ratio of net debt to EBITDA as two of several comparative tools, together with IFRS measurements, to assist in the evaluation of our operating performance and leverage.

See the table below for a reconciliation of net debt to long-term debt, which is the most directly comparable IFRS financial measure, as well as the calculation of the ratio of net debt to EBITDA. For a reconciliation of EBITDA to its most directly comparable IFRS measure, see the table on the earlier page.

Non-IFRS Measure: Net debt and Net debt/EBITDA

| (Amounts in millions of Euro) | June 30, 2016 | December 31, 2015 |
|---|------------------|----------------------|
| Long-term debt (+) | 1,655.9 | 1,715.1 |
| Current portion of long-term debt (+) | 72.7 | 44.9 |
| Bank overdrafts (+) | 152.2 | 110.5 |
| Cash (-) | (754.2) | (864.9) |
| Net debt (=) | 1,126.6 | 1,005.6 |
| LTM EBITDA | 1,796.1 | 1,853.3 |
| Net debt/EBITDA | 0.6x | 0.5x |
| Net debt @ avg. exchange rates ⁽¹⁾ | 1,131.2 | 991.9 |
| Net debt @ avg. exchange rates ⁽¹⁾ /EBITDA | 0.6x | 0.5x |

⁽¹⁾ Net debt figures are calculated using the average exchange rates used to calculate the EBITDA figures.

Non-IFRS Measure: Net debt and Net debt/Adjusted EBITDA

| (Amounts in millions of Euro) | June 30, 2016 ⁽²⁾ | December 31, 2015 ⁽³⁾ |
|---|---------------------------------|-------------------------------------|
| Long-term debt (+) | 1,655.9 | 1,715.1 |
| Current portion of long-term debt (+) | 72.7 | 44.9 |
| Bank overdrafts (+) | 152.2 | 110.5 |
| Cash (-) | (754.2) | (864.9) |
| Net debt (=) | 1,126.6 | 1,005.6 |
| LTM Adjusted EBITDA | 1,910.6 | 1,919.7 |
| Net debt/LTM Adjusted EBITDA | 0.6x | 0.5x |
| Net debt @ avg. exchange rates ⁽¹⁾ | 1,131.2 | 991.9 |
| Net debt @ avg. exchange rates ⁽¹⁾ /LTM EBITDA | 0.6x | 0.5x |

⁽¹⁾ Net debt figures are calculated using the average exchange rates used to calculate the EBITDA figures.

⁽²⁾ Adjusted figures exclude:

- (a) restructuring and reorganization expenses of Euro 24.7 million;
- (b) Non-recurring expenses of Euro 43.9 million related to the departure of Adil Mehboob-Khan as CEO for Markets, expenses related to the Oakley integration and to the accrual for the French anti-trust proceeding.

⁽³⁾ Adjusted figures exclude non-recurring expenses of Euro 66.4 million related to the Oakley integration and other minor projects.

FORWARD-LOOKING INFORMATION

Throughout this report, management has made certain “forward-looking statements” as defined in the Private Securities Litigation Reform Act of 1995 which are considered prospective. These statements are made based on management’s current expectations and beliefs and are identified by the use of forward-looking words and phrases such as “plans,” “estimates,” “believes” or “belief,” “expects” or other similar words or phrases.

Such statements involve risks, uncertainties and other factors that could cause actual results to differ materially from those which are anticipated. Such risks and uncertainties include, but are not limited to, our ability to manage the effect of the uncertain current global economic conditions on our business, our ability to successfully acquire new businesses and integrate their operations, our ability to predict future economic conditions and changes in consumer preferences, our ability to successfully introduce and market new products, our ability to maintain an efficient distribution network, our ability to achieve and manage growth, our ability to negotiate and maintain favorable license arrangements, the availability of correction alternatives to prescription eyeglasses, fluctuations in exchange rates, changes in local conditions, our ability to protect our proprietary rights, our ability to maintain our relationships with host stores, any failure of our information technology, inventory and other asset risk, credit risk on our accounts, insurance risks, changes in tax laws, as well as other political, economic, legal and technological factors and other risks and uncertainties described in our filings with the U.S. Securities and Exchange Commission. These forward- looking statements are made as of the date hereof, and we do not assume any obligation to update them.

ITEM 2. FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Pursuant to Consob Resolution No. 15519 of July 27, 2006

| (Amounts in thousands of Euro) | Note reference | June 30, 2016 ^(*) | Of which related parties (note 29) ^(*) | December 31, 2015 | Of which related parties (note 29) |
|---|-------------------|------------------------------|---|-------------------|---------------------------------------|
| ASSETS | | | | | |
| CURRENT ASSETS: | | | | | |
| Cash and cash equivalents | 6 | 754,209 | — | 864,852 | — |
| Accounts receivable | 7 | 1,101,094 | 17,440 | 858,053 | 12,472 |
| Inventories | 8 | 849,443 | — | 833,272 | — |
| Other assets | 9 | 254,966 | 2,402 | 272,932 | 11,617 |
| Total current assets | | 2,959,712 | 19,842 | 2,829,109 | 24,090 |
| NON-CURRENT ASSETS: | | | | | |
| Property, plant and equipment | 10 | 1,503,776 | — | 1,435,524 | — |
| Goodwill | 11 | 3,554,717 | — | 3,596,983 | — |
| Intangible assets | 11 | 1,364,000 | 6,829 | 1,442,148 | — |
| Investments | 12 | 66,235 | 54,087 | 65,378 | 53,367 |
| Other assets | 13 | 101,544 | — | 105,574 | — |
| Deferred tax assets | 14 | 191,765 | — | 174,433 | — |
| Total non-current assets | | 6,782,038 | 60,916 | 6,820,040 | 53,367 |
| TOTAL ASSETS | | 9,741,750 | 80,758 | 9,649,148 | 77,456 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | | | | |
| CURRENT LIABILITIES: | | | | | |
| Short-term borrowings | 15 | 152,215 | — | 110,450 | — |
| Current portion of long-term debt | 16 | 72,723 | — | 44,882 | — |
| Accounts payable | 17 | 898,043 | 17,363 | 927,186 | 17,191 |
| Income taxes payable | 18 | 237,867 | — | 34,179 | — |
| Short term provisions for risks and other charges | 19 | 155,325 | — | 118,779 | — |
| Other liabilities | 20 | 639,671 | 24 | 671,424 | 571 |
| Total current liabilities | | 2,155,844 | 17,387 | 1,906,900 | 17,763 |
| NON-CURRENT LIABILITIES: | | | | | |
| Long-term debt | 21 | 1,655,883 | — | 1,715,104 | — |
| Employee benefits | 22 | 210,478 | — | 136,200 | — |
| Deferred tax liabilities | 14 | 232,372 | — | 277,327 | — |
| Long term provisions for risks and other charges | 23 | 111,702 | — | 104,508 | — |
| Other liabilities | 24 | 93,399 | — | 91,391 | — |
| Total non-current liabilities | | 2,303,835 | — | 2,324,529 | — |
| STOCKHOLDERS' EQUITY: | | | | | |
| Capital stock | 25 | 29,033 | — | 29,019 | — |
| Legal reserve | 25 | 5,805 | — | 5,784 | — |
| Reserves | 25 | 4,914,162 | — | 4,642,238 | — |
| Treasury shares | 25 | (147,748) | — | (68,636) | — |
| Net income | 25 | 475,684 | — | 804,119 | — |
| Luxottica Group stockholders' equity | 25 | 5,276,936 | — | 5,412,524 | — |
| Non-controlling interests | 26 | 5,136 | — | 5,169 | — |
| Total stockholders' equity | | 5,282,072 | — | 5,417,719 | — |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | | 9,741,750 | 17,387 | 9,649,148 | 17,763 |

(*) Unaudited

CONSOLIDATED STATEMENT OF INCOME

| (Amounts in thousands of Euro) ⁽¹⁾ | Note reference | Six Months ended June 30 ^(*) , 2016 | Of which related parties ^(*) (note 29) | Six Months ended June 30 ^(*) , 2015 | Of which related parties ^(*) (note 29) |
|---|----------------|--|---|--|---|
| Net sales | 27 | 4,719,426 | 17,703 | 4,666,712 | 13,860 |
| Cost of sales | 27 | 1,620,578 | 24,631 | 1,476,094 | 36,488 |
| <i>Of which non-recurring</i> | 32 | 90 | — | — | — |
| Gross profit | | 3,098,848 | (6,928) | 3,190,617 | (22,628) |
| Selling | 27 | 1,428,173 | 190 | 1,397,199 | 22 |
| <i>Of which non-recurring</i> | 32 | 282 | — | — | — |
| Royalties | 27 | 88,585 | 222 | 89,565 | 391 |
| Advertising | 27 | 282,850 | 60 | 305,974 | 25 |
| General and administrative | 27 | 511,165 | 3,764 | 539,350 | 3,581 |
| <i>Of which non-recurring</i> | 32 | 43,482 | — | 20,400 | — |
| Total operating expenses | | 2,310,773 | 4,236 | 2,332,088 | 4,020 |
| Income from operations | | 788,076 | (11,163) | 858,529 | (26,648) |
| Other income/(expense) | | | | | |
| Interest income | 27 | 6,207 | 1,288 | 5,384 | — |
| Interest expense | 27 | (39,163) | — | (58,696) | — |
| Other—net | 27 | 2,526 | (6) | 710 | 1 |
| Income before provision for income taxes | | 757,646 | (9,881) | 805,927 | (26,646) |
| Provision for income taxes | 27 | (280,621) | — | (299,156) | — |
| <i>Of which non-recurring</i> | 32 | (4,435) | — | (800) | — |
| Net income | | 477,024 | | 506,770 | |
| Of which attributable to: | | | | | |
| — Luxottica Group stockholders | | 475,683 | — | 505,113 | — |
| —Non-controlling interests | | 1,341 | — | 1,658 | — |
| Weighted average number of shares outstanding: | | | | | |
| —Basic | 30 | 480,424,539 | | 478,819,264 | |
| —Diluted | 30 | 481,377,070 | | 480,763,466 | |
| EPS | | | | | |
| —Basic | 30 | 0.99 | | 1.05 | |
| —Diluted | 30 | 0.99 | | 1.05 | |

⁽¹⁾ Except per share data

^(*) Unaudited

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| (Amounts in thousands of Euro) | Six Months ended June 30 | |
|---|-----------------------------|-----------------------|
| | 2016 ^(*) | 2015 ^(*) |
| Net income | 477,024 | 506,770 |
| Other comprehensive income: | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | |
| Currency translation differences | (41,208) | 266,929 |
| <i>Total items that may be reclassified subsequently to profit or loss:</i> | <u>(41,208)</u> | <u>266,929</u> |
| <i>Items that will not be reclassified to profit or loss:</i> | | |
| Actuarial gain/(loss) on defined benefit plans | (77,167) | 47,135 |
| Related tax effect | 30,874 | (14,369) |
| <i>Total items that will not be reclassified to profit or loss</i> | <u>(46,294)</u> | <u>32,766</u> |
| Total other comprehensive income—net of tax | <u>(87,502)</u> | <u>299,695</u> |
| Total comprehensive income for the period | <u>389,522</u> | <u>806,466</u> |
| Attributable to: | | |
| —Luxottica Group stockholders' equity | 387,797 | 804,798 |
| —Non-controlling interests | 1,725 | 1,668 |

(*) Unaudited

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIODS ENDED JUNE 30, 2016 AND 2015^(*)**

| (Amounts in thousands of Euro, except share data) | Capital stock | | Legal reserve | Additional paid-in capital | Retained earnings | Stock options reserve | Translation of foreign operations and other | Treasury shares | Stockholders' equity | Non- controlling interests |
|---|---------------------|---------------|------------------|----------------------------------|----------------------|--------------------------|--|--------------------|-------------------------|----------------------------------|
| | Number of shares | Amount | | | | | | | | |
| | | | | | Note 25 | | | | | Note 26 |
| Balance as of January 1, 2015 | 481,671,583 | 28,900 | 5,736 | 484,865 | 4,230,560 | 300,659 | (55,364) | (73,875) | 4,921,479 | 7,300 |
| Total Comprehensive Income as of June 30, 2015 | — | — | — | — | 537,879 | — | 266,919 | — | 804,798 | 1,668 |
| Exercise of stock options | 1,555,122 | 93 | — | 37,751 | — | — | — | — | 37,844 | — |
| Non-cash stock based compensation | — | — | — | — | — | 25,534 | — | — | 25,534 | — |
| Excess tax benefit on stock options | — | — | — | 15,668 | — | — | — | — | 15,668 | — |
| Purchase of treasury Shares | — | — | — | — | — | — | — | (3,786) | (3,786) | — |
| Granting of treasury shares to employees | — | — | — | — | (9,664) | — | — | 9,664 | — | — |
| Change in consolidation perimeter | — | — | — | — | (15,397) | — | — | — | (15,397) | (3,594) |
| Dividends (euro 1.44 per share) | — | — | — | — | (689,714) | — | — | — | (689,714) | (1,603) |
| Allocation to legal reserve | — | — | 49 | — | (49) | — | — | — | — | — |
| Balance as of June 30, 2015 | 483,226,705 | 28,993 | 5,785 | 538,284 | 4,053,615 | 326,193 | 211,555 | (67,996) | 5,096,426 | 3,771 |
| Balance as of January 1, 2016 | 483,653,333 | 29,019 | 5,784 | 549,950 | 4,334,745 | 350,531 | 211,311 | (68,636) | 5,412,524 | 5,196 |
| Total Comprehensive Income as of June 30, 2016 | — | — | — | — | 429,390 | — | (41,592) | — | 387,797 | 1,725 |
| Exercise of stock options | 231,250 | 14 | — | 4,294 | — | — | — | — | 4,308 | — |
| Non-cash stock based compensation | — | — | — | — | — | 7,554 | — | — | 7,554 | — |
| Excess tax benefit on stock options | — | — | — | (11,712) | — | — | — | — | (11,712) | — |
| Purchase of treasury Shares | — | — | — | — | — | — | — | (95,815) | (95,815) | — |
| Granting of treasury shares to employees | — | — | — | — | (16,703) | — | — | 16,703 | — | — |
| Dividends (euro 0.89 per share) | — | — | — | — | (427,772) | — | — | — | (427,772) | (1,785) |
| Allocation to legal reserve | — | — | 20 | — | (20) | — | — | — | — | — |
| Balance as of June 30, 2016 | 483,884,583 | 29,033 | 5,804 | 542,532 | 4,319,825 | 357,905 | 169,719 | (147,748) | 5,276,936 | 5,136 |

(*) Unaudited

CONSOLIDATED STATEMENT OF CASH FLOWS

| (Amounts in thousands of Euro) | Note reference | June 30, 2016 ^(**) | June 30, 2015 ^(**) |
|--|-------------------|-------------------------------|-------------------------------|
| Income before provision for income taxes | | 757,646 | 805,927 |
| Stock-based compensation | | 7,554 | 25,534 |
| Depreciation and amortization | 10/11 | 248,979 | 235,715 |
| Net loss fixed assets and other | 10/11 | 4,490 | 9,908 |
| Financial charges | | 39,163 | 58,696 |
| Other non-monetary items | | (3,297) | (1,683) |
| Changes in accounts receivable | | (239,554) | (304,200) |
| Changes in inventories | | (14,098) | (63,466) |
| Changes in accounts payable | | 32,352 | 88,157 |
| Changes in other assets/liabilities | | (2,384) | (8,918) |
| Total adjustments | | 73,206 | 39,743 |
| Cash provided by operating activities | | 830,852 | 845,670 |
| Interest paid | | (52,154) | (63,645) |
| Tax paid | | (88,919) | (281,955) |
| Net cash provided by operating activities | | 689,779 | 500,070 |
| Additions of Property, plant and equipment | 10 | (275,764) | (148,697) |
| Sale of Property, plant and equipment | | 19,258 | — |
| Change in investments | 12 | 2,282 | 999 |
| Additions to intangible assets | 11 | (57,353) | (83,430) |
| Cash used in investing activities | | (311,577) | (231,128) |
| Long-term debt: | | | |
| —Proceeds | 21 | 1,452 | 3,220 |
| —Repayments | 21 | (5,581) | (22,651) |
| Short-term debt: | | | |
| —Proceeds | | 36,461 | — |
| —Repayments | | | (28,509) |
| Exercise of stock options | 25 | 4,307 | 37,844 |
| Contributions from Delfin S.a.r.l. | | 7,171 | — |
| Purchase of treasury shares | | (95,681) | (3,786) |
| Purchase of non-controlling interests ^(*) | | — | (18,990) |
| Dividends | | (429,506) | (691,317) |
| Cash (used in)/provided financing activities | | (481,377) | (724,189) |
| Increase (decrease) in cash and cash equivalents | | 103,176 | 455,248 |
| Cash and cash equivalents, beginning of the period | | 864,852 | 1,453,587 |
| Effect of exchange rate changes on cash and cash equivalents | | (7,467) | 44,256 |
| Cash and cash equivalents, end of the period | | 754,209 | 1,042,596 |

^(*) In the six months of 2015 we acquired the remaining 49% of Luxottica Netherland for Euro (19.0) million.

^(**) Unaudited

Luxottica Group S.p.A.

Registered office at Piazzale Cadorna 3, Milan, 20123 Italy

Share capital € 29,033,074.98

Authorized and issued

Notes to the CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF JUNE 30, 2016

1. GENERAL INFORMATION

Luxottica Group S.p.A. (hereinafter the “Company” or together with its consolidated subsidiaries, the “Group”) is a company listed on Borsa Italiana and the New York Stock Exchange with its registered office located in Milan, Italy at Piazzale Luigi Cadorna 3, organized under the laws of the Republic of Italy.

The Company and its subsidiaries (collectively, the “Group”) operate in two segments: (1) manufacturing and wholesale distribution; and (2) retail distribution. Through its manufacturing and wholesale distribution operations, the Group is engaged in the design, manufacturing, wholesale distribution and marketing of proprietary brands and designer lines of mid- to premium-priced prescription frames and sunglasses, as well as of performance optics products.

The Company is controlled by Delfin S.a r.l., a company subject to Luxembourg law. The chairman of the Board of Directors of the Company, Leonardo Del Vecchio, controls Delfin S.a r.l.

The Company’s Board of Directors, at its meeting on July 25, 2016, approved the Group’s interim condensed consolidated financial statements as of June 30, 2016 (hereinafter referred to as the “Financial Report”) for publication.

The financial statements included in this Financial Report are unaudited.

2. BASIS OF PREPARATION

This Financial Report as of June 30, 2016 has been prepared in accordance with article 154-ter of the Legislative Decree No. 58 of February 24, 1998 and subsequent modifications and in accordance with the CONSOB Issuers Regulation in compliance with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and endorsed by the European Union in accordance with the regulation (CE) n. 1606/2002 of the European Parliament and of the Council dated July 19, 2002. Furthermore, this Financial Report has been prepared in accordance with International Accounting Standard (“IAS”) 34—*Interim Financial Reporting*, and of the provisions which implement Article 9 of Legislative Decree no. 38/2005.

IFRS are all the international accounting standards (“IAS”) and all the interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”), previously named the Standing Interpretation Committee (“SIC”).

This Financial Report as of June 30, 2016 should be read in connection with the consolidated financial statements as of December 31, 2015 which were prepared in accordance with IFRS, as endorsed by the European Union.

In accordance with IAS 34, the Group has chosen to publish a set of condensed financial statements in its financial report as of June 30, 2016.

The principles and standards used in the preparation of this unaudited Financial Report are consistent with those used in preparing the audited consolidated financial statements as of December 31, 2015 except

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

2. BASIS OF PREPARATION (Continued)

as described in Note 3 “New Accounting Principles” and taxes on income which are accrued using the tax rate that would be applicable to projected total annual profit.

This Financial Report has been prepared on a going concern basis. Management believes that there are no indicators that may cast significant doubt upon the Group’s ability to continue as a going concern, in particular, over the next twelve months.

This Financial Report is composed of the Consolidated Statements of Financial Position, the Consolidated Statements of Income, the Consolidated Statements of Comprehensive Income, the Consolidated Statements of Changes in Equity, the Consolidated Statements of Cash Flows and Notes to the Condensed Consolidated Financial Statements as of June 30, 2016.

The Group’s reporting currency for the presentation of the Consolidated Financial Statements is the Euro. Unless otherwise specified, the figures in the statements and within these Notes to the Consolidated Financial Statements are expressed in thousands of Euro.

The Group presents its Consolidated Statements of Income using the function of expense method. The Company presents current and non-current assets and current and non-current liabilities as separate classifications in its consolidated statements of financial position. This presentation of the Consolidated Statements of Income and of the Consolidated Statements of Financial Position is believed to provide the most relevant information. The Consolidated Statements of Cash Flows was prepared and presented utilizing the indirect method.

The Financial Statements were prepared using the historical cost convention, with the exception of certain financial assets and liabilities for which measurement at fair value is required.

The Group applied CONSOB resolution n. 15519 dated July 27, 2006 and CONSOB communication n. 6064293 dated July 28, 2006, which defines non-recurring transactions as events which do not occur frequently in the ordinary course of business.

The preparation of this report required management to use estimates and assumptions that affected the reported amounts of revenue, costs, assets and liabilities, as well as disclosures relating to contingent assets and liabilities at the reporting date. Results published on the basis of such estimates and assumptions could vary from actual results that may be realized in the future.

These measurement processes and, in particular, those that are more complex, such as the calculation of impairment losses on non-current assets, and the actuarial calculations necessary to calculate certain employee benefits liabilities, are generally carried out only when the audited consolidated financial statements for the fiscal year are prepared, unless there are indicators which require updates to estimates.

3. NEW ACCOUNTING PRINCIPLES

New and amended accounting standards and interpretations, if not early adopted, must be adopted in the financial statements issued after the applicable effective date.

New standard and amendments that are effective for the reporting periods beginning on January 1, 2016.

The application of the new and amended accounting standards and interpretations, indicated below, did not have a significant impact on the consolidated financial statements of the Group.

Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016

3. NEW ACCOUNTING PRINCIPLES (Continued)

Amendments to IAS 19—Defined Benefit Plans: Employee Contributions. The amendment reduces current services costs for the period by contributions paid by employees or by third parties during the period that are not related to the number of years of service, instead of allocating these contributions over the period when the services are rendered.

Annual Improvements to IFRSs—2010-2012 Cycle. The amendments adopted impact: (i) IFRS 2, clarifying the definition of “vesting condition” and introducing the definitions of conditions of service and results; (ii) IFRS 3, clarifying that obligations that correspond to contingent considerations, other than those covered by the definition of equity instrument, are measured at fair value at each balance sheet date, with changes recognized in the income statement; (iii) IFRS 8, requiring information to be disclosed regarding the judgments made by management in the aggregation of operating segments that describes how the segments have been aggregated and the economic indicators that have been evaluated in order to determine that the aggregated segments have similar economic characteristics; (iv) IAS 16 and IAS 38, clarifying the procedures for determining the gross carrying amount of assets when a revaluation is determined as a result of the revaluation model; and (v) IAS 24, establishing the disclosures to be provided when there is a related party entity that provides key management personnel services to the reporting entity.

Amendments to IFRS 11—Accounting for Acquisitions of Interests in Joint Operations. The amendments advise on how to account for acquisitions of interests in joint operations.

Amendments to IAS 1—Disclosure Initiative. The amendments concern materiality, the aggregation of items, structure of the notes, information about accounting policies and the presentation of other comprehensive income arising from the measurement of equity method investments.

Amendments to IAS 27—Equity Method in Separate Financial Statements. The amendments clarify that an entity can apply the equity method to account for investments in subsidiaries, joint ventures and associates in its separate financial statements retrospectively.

Amendments to IAS 16 and 38—Clarification of Acceptable Methods of Depreciation and Amortization. The amendments clarify the use of the “revenue based methods” to calculate the depreciation of a building.

Annual Improvements to IFRSs—2012-2014 Cycle. The amendment modify: (i) IFRS 5, clarifying that the reclassification of an asset (or disposal group) from held for sale to held for distribution (or vice versa) should not be considered as a change in the original disposal plan; (ii) IFRS 7, clarifying that the offsetting disclosures are not applicable to condensed interim financial statements unless they provide a significant update to the disclosure included in the most recent annual financial statements, and excluding the presumption that the right to earn a fee for servicing a financial asset is generally continuing involvement and specifying that the entity should define the nature of the fee in accordance with the guidance of IFRS 7, (iii) IAS 19, clarifying that the depth of the market for high-quality corporate bonds should be assessed based on the currency in which the bond is denominated as opposed to the country in which the bond is located (in case a deep market of high-quality corporate bonds in a specific currency does not exist, corporate bonds should be considered), and (iv) IAS 34, clarifying that the required disclosures should be included either in the interim financial report or by cross-reference to other sections

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

3. NEW ACCOUNTING PRINCIPLES (Continued)

of the interim report (i.e. the management report). The disclosure included in the interim report should be available at the same time as the interim financial report.

New standard and amendments that are effective for the reporting periods beginning after January 1, 2016 and not early adopted by the Group.

The Group is assessing the full impact of the new and amended accounting standards and interpretations on its consolidated financial statements.

Amendments to IFRS 10, IFRS 12 and IAS 28—Investment Entities: Applying the Consolidation Exception. The amendments provide clarification of the application of the exception to consolidation of investment entities. The amendments will be applicable after the European Union endorsement, which has not yet occurred as of the date this Financial Report was authorized for issue.

Amendments to IAS 12—Recognition of Deferred Tax Assets on Unrealized Losses. The amendments provide clarifications on the recognition of deferred tax assets on debt instruments measured at fair value. The amendments are applicable to periods beginning on or after January 1, 2017 unless changed after the European Union endorsement, which has not yet occurred as of the date this Financial Report was authorized for issue.

Amendments to IAS 7—Disclosure Initiatives. The amendments will require entities to provide disclosures that enable investors to evaluate changes in liabilities arising from financing activities, including changes arising from cash flows and non-cash changes. The amendments are applicable to periods beginning on or after January 1, 2017 unless changed after the European Union endorsement, which has not yet occurred as of the date this Financial Report was authorized for issue.

IFRS 15—Revenue from Contracts with Customers. The new standard will be effective for the first interim period within the annual reporting periods beginning on or after January 1, 2018. This standard replaces IAS 18—*Revenues*, IAS 11—*Construction Contracts*, IFRIC 13—*Customer Loyalty Programs*, IFRIC 15—*Agreements for Constructions of Real Estate*, IFRIC 18—*Transfers of Assets from Customers* and SIC 31—*Revenue—Barter Transactions Involving Advertising Services*. Revenue is recognized when the customer obtains control over goods or services and, therefore, when it has the ability to direct the use of and obtain the benefit from them. If an entity agrees to provide goods or services for consideration that varies upon certain future events occurring or not occurring, an estimate of this variable consideration is included in the transaction price only if highly probable. The consideration in multiple element transactions is allocated based on the price an entity would charge a customer on a stand-alone basis for each good or service. Entities sometimes incur costs, such as sales commissions, to obtain or fulfill a contract. Contract costs that meet certain criteria are capitalized as an asset and amortized as revenue is recognized. The standard also specifies that an entity should adjust the transaction price for the time value of money in case the contract includes a significant financing component. IFRS 15 is applicable to periods beginning on or after January 1, 2018 unless changed after the European Union endorsement.

Clarifications to IFRS 15—Revenue from contracts with customers. The objective of the document is to clarify the guidance in IFRS 15 in respect of issues arising from the discussions of the Transition Resource Group for Revenue Recognition (TRG). The clarifications are applicable to periods beginning on or after January 1, 2018 unless changed after the European Union endorsement.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

3. NEW ACCOUNTING PRINCIPLES (Continued)

IFRS 9—Financial instruments. This standard was issued in July 2014. The final version of IFRS 9 brings together the classification and measurement, impairment and hedge accounting phases of the IASB’s project to replace IAS 39—*Financial instruments: recognition and measurement*. IFRS 9 introduces new requirements for classifying and measuring financial assets. The new standard reduces to three the number of categories of financial assets pursuant to IAS 39 and requires that all financial assets be: (i) classified on the basis of the model which a company has adopted in order to manage its financial activities and on the basis of the cash flows from financing activities; (ii) initially measured at fair value plus any transaction costs in the case of financial assets not measured at fair value through profit and loss; and (iii) subsequently measured at their fair value or at the amortized cost. IFRS 9 also provides that embedded derivatives which fall within the scope of IFRS 9 must no longer be separated from the primary contract which contains them and states that a company may decide to directly record—within the consolidated statement of comprehensive income—any changes in the fair value of investments which fall within the scope of IFRS 9. The new model introduced by IFRS 9 eliminates the threshold for the recognition of expected impairment losses, so that it is no longer necessary for a trigger event to have occurred before impairment losses are recognized, and requires an entity to recognize expected impairment losses at all times and to update the amount of expected impairment losses at each reporting date to reflect changes in the credit risk of the financial instrument. IFRS 9 contains a three-stage approach to account for impairment losses. Each stage dictates how an entity measures impairment losses. IFRS 9 aligns hedge accounting with risk management activities undertaken by companies when hedging their financial and non-financial risk exposures. The new standard enables an entity to use information produced internally as a basis for hedge accounting. The standard is not applicable until January 1, 2018, unless changes after the European Union endorsement which has not yet occurred as of the date this Financial Report was authorized for issue.

IFRS 16—Leases. The standard replaces IAS 17 “Leases” and requires all leases to be recorded on the balance sheet as assets and liabilities. IFRS 16 is applicable to periods beginning on or after January 1, 2019 unless changes after the European Union endorsement which has not yet occurred as of the date this Financial Report was authorized for issue. An entity can apply IFRS 16 before that date but only if it also applies IFRS 15 “Revenue from contracts with customers”.

Amendments to IFRS 10 and IAS 28—Sale or Contribution of Assets between an Investor and its Associate or Joint Venture. These amendments clarify the accounting treatment in relation to profits or losses arising from transactions with joint ventures or associates accounted for using the equity method. The application date has not yet been defined.

4. BUSINESS COMBINATIONS

In the first six months of 2016 there have been no business combinations.

5. SEGMENT INFORMATION

In accordance with IFRS 8—*Operating segments*, the Group operates in two operating segments: (1) Manufacturing and Wholesale Distribution (Wholesale), and (2) Retail Distribution (Retail).

The criteria applied to identify the operating segments are consistent with the way the Group is managed. In particular, the disclosures are consistent with the information regularly reviewed by the

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

5. SEGMENT INFORMATION (Continued)

Executive Chairman in his role of Chief Operating Decision Maker, to make decisions about resources to be allocated to the segments and assess their performance.

Total assets and liabilities for each operating segment are no longer disclosed as they are not regularly reviewed by the CODM.

In January 2016, our Board of Directors approved a modification to our governance by assigning executive responsibility for Markets, a role formerly held by Mr. Adil Mehboob-Khan, to Mr. Leonardo Del Vecchio, the Company's Chairman of the Board of Directors and majority shareholder, as Executive Chairman. Due to the this change in the governance structure, the Executive Chairman became the CODM assisted in his role by the CEO of Products and Operations. This change did not impact the operating segments as the information provided and reviewed by the CODM has not changed.

| (Amounts in thousands of Euro) | Manufacturing and Wholesale Distribution | Retail Distribution | Inter-segment transactions and corporate adjustments ^(c) | Consolidated |
|--|---|------------------------|---|--------------|
| Six months ended June 30, 2016 | | | | |
| Net sales ^(a) | 1,970,406 | 2,749,020 | — | 4,719,426 |
| Income from operations ^(b) | 524,856 | 365,018 | (101,798) | 788,076 |
| Interest income | — | — | — | 6,207 |
| Interest expense | — | — | — | (39,163) |
| Other-net | — | — | — | 2,526 |
| Income before provision for income taxes | — | — | — | 757,646 |
| Provision for income taxes | — | — | — | (280,621) |
| Net income | — | — | — | 477,024 |
| <i>Of which attributable to:</i> | | | | |
| Luxottica stockholders | — | — | — | 475,683 |
| Non-controlling interests | — | — | — | 1,341 |
| Capital expenditures | (147,246) | (137,461) | — | (284,707) |
| Depreciation and amortization | (80,239) | (125,900) | (42,840) | (248,979) |
| Six months ended June 30, 2015 | | | | |
| Net sales ^(a) | 2,007,928 | 2,658,784 | — | 4,666,712 |
| Income from operations ^(b) | 539,308 | 424,127 | (104,906) | 858,529 |
| Interest income | — | — | — | 5,384 |
| Interest expense | — | — | — | (58,696) |
| Other-net | — | — | — | 710 |
| Income before provision for income taxes | — | — | — | 805,927 |
| Provision for income taxes | — | — | — | (299,156) |
| Net income | — | — | — | 506,770 |
| <i>Of which attributable to:</i> | | | | |
| Luxottica stockholders | — | — | — | 505,113 |
| Non-controlling interests | — | — | — | 1,658 |
| Capital expenditures | (83,920) | (132,965) | — | (216,885) |
| Depreciation and amortization | (80,130) | (112,410) | (43,175) | (235,715) |

^(a) Net sales of both the Manufacturing and Wholesale Distribution segment and the Retail Distribution segment include sales to third-party customers only.

^(b) Income from operations of the Manufacturing and Wholesale Distribution segment is related to net sales to third-party customers only, excluding the "manufacturing profit" generated on the inter-company sales to the Retail Distribution segment. Income from operations of the Retail Distribution segment is related to retail sales, considering the cost of goods acquired from the Manufacturing and Wholesale Distribution segment at manufacturing cost, thus including the relevant "manufacturing profit" attributable to those sales.

^(c) Inter-segment transactions and corporate adjustments include corporate costs not allocated to a specific segment and amortization of acquired intangible assets not allocated to the segments.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

INFORMATION ON THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

CURRENT ASSETS

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are comprised of the following items:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|-----------------------------------|---------------------------|-------------------------------|
| Cash at bank | 747,558 | 856,611 |
| Checks | 5,422 | 5,596 |
| Cash and cash equivalents on hand | 1,229 | 2,645 |
| Total | <u>754,209</u> | <u>864,852</u> |

There is no restricted cash. For a discussion on the changes in cash and cash equivalents please refer to Note 3 “Financial Result” of the management report and to Note 21.

7. ACCOUNTS RECEIVABLE

Accounts receivable consist exclusively of trade receivables and are recognized net of allowances to adjust their carrying amount to the estimated realizable value. Accounts receivable are due within 12 months:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|----------------------------------|---------------------------|-------------------------------|
| Accounts receivable | 1,140,077 | 895,555 |
| Allowance for doubtful accounts | (38,983) | (37,501) |
| Total accounts receivable | <u>1,101,094</u> | <u>858,053</u> |

The increase in accounts receivable is primarily due to the seasonality of the Group’s business which is generally characterized by higher sales in the first part of the year and collection of the related receivables in the second part of the year.

8. INVENTORIES

Inventories are comprised of the following items:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|---------------------------------------|---------------------------|-------------------------------|
| Raw materials | 187,471 | 200,336 |
| Work in process | 40,625 | 51,828 |
| Finished goods | 766,598 | 711,009 |
| Less: inventory obsolescence reserves | (145,252) | (129,901) |
| Total | <u>849,443</u> | <u>833,272</u> |

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

8. INVENTORIES (Continued)

The increase in inventories of Euro 16.2 million is mainly due to finished products which went up in order to improve the quality of the customer experience by having at any time finished product inventory levels in line with customer demand, and was partially offset by an increase in the inventory obsolescence reserves of Euro 15.4 million mainly to align the inventory to its aging.

9. OTHER CURRENT ASSETS

Other assets comprise the following items:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|-----------------------------------|---------------------------|-------------------------------|
| Sales taxes receivable | 31,323 | 38,016 |
| Other assets | 54,226 | 57,354 |
| Total financial assets | 85,549 | 95,370 |
| Income tax receivable | 46,302 | 70,038 |
| Advances to suppliers | 19,224 | 15,070 |
| Prepaid expenses | 89,941 | 72,985 |
| Other assets | 13,950 | 19,468 |
| Total other assets | 169,417 | 177,561 |
| Total other current assets | 254,966 | 272,932 |

The decrease in other financial assets of Euro 9.8 million is mainly due to the sale of the aircraft owned by Luxottica Leasing which was classified as an asset held for sale as of December 31, 2015.

The change in other assets is mainly driven by the decrease in income tax receivables of Euro 23.7 million, mostly related to the US subsidiaries' of the Group, and partially offset by the increase in prepaid expenses of Euro 17.0 million related to rent payments for the North America retail operations and to the payment of royalties.

Other financial assets mainly include other financial assets of the North America retail division totaling Euro 16.5 million as of June 30, 2016 (Euro 12.1 million as of December 31, 2015).

Other assets include the short-term portion of advance payments made to certain designers for future contracted minimum royalties totaling Euro 13.9 million as of December 31, 2015 (Euro 19.5 million as of December 31, 2015).

The net book value of financial assets is approximately equal to their fair value and this value also corresponds to the maximum exposure of the credit risk. The Group has no guarantees or other instruments to manage credit risk.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

NON-CURRENT ASSETS

10. PROPERTY, PLANT AND EQUIPMENT

Changes in items of property, plant and equipment in the six months as of June 30, 2016 were as follows:

| (Amounts in thousands of Euro) | Land and buildings, including leasehold improvements | Machinery and equipment | Aircraft | Other equipment | Total |
|--|--|-------------------------------|---------------|--------------------|------------------|
| As of December 31, 2015 | | | | | |
| Historical cost | 1,160,057 | 1,456,077 | 11,362 | 825,695 | 3,453,190 |
| Accumulated depreciation | (617,283) | (941,482) | (865) | (458,033) | (2,017,664) |
| Total as of December 31, 2015 | 542,774 | 514,595 | 10,496 | 367,661 | 1,435,524 |
| Increases | 38,329 | 23,744 | — | 171,231 | 233,304 |
| Decreases/write downs | (107) | (1,195) | — | (2,594) | (3,896) |
| Translation difference and other | (5,079) | 15,612 | — | (31,862) | (21,326) |
| Depreciation expense | (38,659) | (61,923) | (282) | (38,966) | (139,830) |
| Total balance as of June 30, 2016 | 537,258 | 490,833 | 10,214 | 465,471 | 1,503,776 |
| Of which: | | | | | |
| Historical cost | 1,169,498 | 1,472,532 | 11,362 | 935,895 | 3,589,287 |
| Accumulated depreciation | (632,240) | (981,699) | (1,148) | (470,424) | (2,085,511) |
| Total as of June 30, 2016 | 537,258 | 490,833 | 10,214 | 465,471 | 1,503,776 |

Of the total depreciation expense of Euro 139.8 million as of June 30, 2016 (Euro 133.9 million in the same period of 2015), Euro 47.9 million (Euro 46.5 million in the same period of 2015) is included in cost of sales, Euro 68.2 million (Euro 65.6 million in the same period of 2015) in selling expenses, Euro 6.9 million (Euro 5.2 million in the same period of 2015) in advertising expenses, and Euro 16.8 million (Euro 16.6 million in the same period of 2015) in general and administrative expenses.

Capital expenditures in the first six months of 2016 mainly relate to routine technology upgrades to the manufacturing infrastructure, opening of new stores and the remodeling of older stores. During the first six months of 2016 the Group completed the purchase of a building located in New York for Euro 65.8 million of which Euro 6.5 million was paid in 2015. The building is classified as asset in progress as of June 30, 2016.

Other equipment includes Euro 221.2 million for assets under construction as of June 30, 2016 (Euro 108.5 million as of December 31, 2015).

Leasehold improvements totaled Euro 207.2 million and Euro 202.9 million as of June 30, 2016 and December 31, 2015, respectively.

No impairment indicators were identified during the first six months of 2016.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

11. GOODWILL AND INTANGIBLE ASSETS

Changes in goodwill and intangible assets in the six months as of June 30, 2016 were as follows:

| (Amounts in thousands of Euro) | Goodwill | Trade names and trademarks | Customer relations, contracts and lists | Franchise agreements | Other | Total |
|--|-------------------------|----------------------------------|--|-------------------------|-----------------------|-------------------------|
| As of December 31, 2015 | | | | | | |
| Historical cost | 3,596,983 | 1,745,004 | 277,266 | 26,362 | 1,020,028 | 6,665,643 |
| Accumulated amortization | — | (981,138) | (144,202) | (14,175) | (486,997) | (1,626,512) |
| Total as of December 31, 2015 | <u>3,596,983</u> | <u>763,866</u> | <u>133,064</u> | <u>12,187</u> | <u>533,031</u> | <u>5,039,131</u> |
| Increases | — | 58 | — | — | 51,406 | 51,464 |
| Decreases/write downs | — | — | — | — | (287) | (287) |
| Translation difference and other | (42,266) | (11,768) | (371) | (239) | (7,770) | (62,414) |
| Amortization expense | — | (34,586) | (7,378) | (643) | (66,570) | (109,177) |
| Balance as of June 30, 2016 | <u>3,554,717</u> | <u>717,570</u> | <u>125,315</u> | <u>11,305</u> | <u>509,810</u> | <u>4,918,717</u> |
| Historical cost | 3,554,717 | 1,692,573 | 274,812 | 25,851 | 1,056,960 | 6,604,913 |
| Accumulated amortization | — | (975,004) | (149,496) | (14,547) | (547,150) | (1,686,197) |
| Total Balance as of June 30, 2016 | <u>3,554,717</u> | <u>717,570</u> | <u>125,315</u> | <u>11,305</u> | <u>509,810</u> | <u>4,918,717</u> |

Of the total amortization expense of intangible assets as of June 30, 2016 of Euro 109.2 million (Euro 101.8 million in the same period of 2015), Euro 90.3 million (Euro 89.6 million in the same period of 2015) is included in general and administrative expenses, Euro 12.2 million (Euro 9.0 million in the same period of 2015) is included in selling expenses and Euro 6.7 million (Euro 3.2 million in the same period of 2015) is included in cost of sales.

The increase in intangible assets is mainly due to the implementation of IT infrastructure.

No impairment test was performed in the first half of 2016 since no impairment indicators were brought to management's attention.

12. INVESTMENTS

Investments amounted to Euro 66.2 million (Euro 65.4 million as of December 31, 2015) and mainly related to investments in Eyebiz Laboratories Pty Limited (a joint venture formed in 2010 between Luxottica and Essilor International that provides most of the Australian lab requirements) for Euro 5.8 million (Euro 6.0 million as of December 31, 2015) and in Salmoiraghi & Viganò of Euro 47.3 million (Euro 46.0 million as of December 31, 2015).

The investment was analyzed under the applicable impairment test as of December 31, 2015 and it was determined that no loss is to be recorded in the consolidated financial statements as of December 31, 2015.

No impairment indicators were identified during the first six months of 2016.

**Notes to the
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AS OF JUNE 30, 2016**

13. OTHER NON-CURRENT ASSETS

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|---------------------------------------|---------------------------|-------------------------------|
| Other financial assets | 85,253 | 84,800 |
| Other assets | <u>16,291</u> | <u>20,774</u> |
| Total other non-current assets | <u>101,544</u> | <u>105,574</u> |

Other financial assets primarily include security deposits totaling Euro 38.7 million (Euro 38.8 million as of December 31, 2015).

Other assets primarily include advance payments made to certain licensees for future contractual minimum royalties totaling Euro 16.3 million (Euro 20.8 million as of December 31, 2015). The reduction is due to the reclassification to short-term receivable of the royalties to be recorded in 2017.

14. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

The balance of deferred tax assets and liabilities as of June 30, 2016 and December 31, 2015 is as follows:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|---------------------------------------|---------------------------|-------------------------------|
| Deferred tax assets | 191,765 | 174,433 |
| Deferred tax liabilities | <u>232,372</u> | <u>277,327</u> |
| Deferred tax liabilities (net) | <u>40,607</u> | <u>102,894</u> |

Deferred income tax assets are recognized for temporary differences between the tax base and the accounting base of inventory, material and intangible assets, pension funds, tax losses that can be carried forward and of the risk provisions for each tax jurisdiction. Deferred tax liabilities are recognized for the temporary difference between the tax base value and the accounting base of material and intangible assets for each tax jurisdiction.

CURRENT LIABILITIES

15. SHORT-TERM BORROWINGS

Short-term borrowings at June 30, 2016, reflects current account overdrafts with various banks as well as uncommitted short-term lines of credit with different financial institutions. The interest rates on these credit lines are floating. The credit lines may be used, if necessary, to obtain letters of credit.

As of June 30, 2016 and as of December 31, 2015, the Company had unused short-term lines of credit of approximately Euro 702.5 million and Euro 632.0 million, respectively.

**Notes to the
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15. SHORT-TERM BORROWINGS (Continued)

The Company and its wholly-owned Italian subsidiaries Luxottica S.r.l. and Luxottica Italia S.r.l. maintain unsecured lines of credit with primary banks for an aggregate maximum credit of Euro 343.8 million. These lines of credit are renewable annually, can be cancelled at short notice and have no commitment fees. At June 30, 2016, these credit lines were utilized in the amount of Euro 50.0 million.

Luxottica U.S. Holdings Corp. (“U.S. Holdings”) maintains unsecured lines of credit with three separate banks for an aggregate maximum credit of Euro 112.5 million (USD 124.9 million). These lines of credit are renewable annually, can be cancelled at short notice and have no commitment fees. At June 30, 2016, these credit lines were unutilized. There was Euro 45.8 million in aggregate face amount of standby letters of credit outstanding related to guarantees on these lines of credit.

The blended average interest rate on these lines of credit is approximately LIBOR (US\$/EURIBOR) plus a spread equal to 0.5% depending on the line of credit.

The book value of short-term borrowings is approximately equal to their fair value.

16. CURRENT PORTION OF LONG-TERM DEBT

This item consists of the current portion of loans granted to the Group as further described below in Note 21 “Long-term debt.”

17. ACCOUNTS PAYABLE

Accounts payable were Euro 898.0 million as of June 30, 2016 (Euro 927.2 million as of December 31, 2015). The decrease in accounts payable is primarily due to timing of the payment made by the Group partially offset by the weakening of certain in which the Group operates.

The carrying value of accounts payable is approximately equal to their fair value.

18. INCOME TAXES PAYABLE

The balance is detailed below:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|-----------------------------------|---------------------------|-------------------------------|
| Current year income taxes payable | 280,759 | 76,787 |
| Income tax advance payments | (42,893) | (42,608) |
| Total | <u>237,867</u> | <u>34,179</u> |

The expected tax rate for 2016 is 35.5%. The increase in income taxes payable is due to the timing of the tax payments in the different jurisdictions in which the Group operates.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

19. SHORT-TERM PROVISIONS FOR RISKS AND OTHER CHARGES

The balance is detailed below:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|--------------------------------|---------------------------|-------------------------------|
| Legal Risk | 31,736 | 2,032 |
| Self-insurance | 8,597 | 8,314 |
| Tax provision | 24,525 | 25,146 |
| Returns | 49,171 | 49,191 |
| Other Risks | 41,296 | 34,096 |
| Total | <u>155,325</u> | <u>118,779</u> |

Changes in short-term provision were as follows:

| (Amounts in thousands of Euro) | Legal risk | Self-insurance | Tax provision | Returns | Other risks | Total |
|---|----------------------|---------------------|----------------------|----------------------|----------------------|-----------------------|
| Balance as of December 31, 2015 | <u>2,032</u> | <u>8,314</u> | <u>25,146</u> | <u>49,191</u> | <u>34,096</u> | <u>118,779</u> |
| Increases | 30,052 | 5,300 | — | 10,450 | 23,563 | 69,365 |
| Decreases | (109) | (4,943) | (666) | (9,860) | (16,268) | (31,846) |
| Foreign translation difference and other movements | (239) | (74) | 45 | (610) | (95) | (973) |
| Balance as of June 30, 2016 | <u>31,736</u> | <u>8,597</u> | <u>24,525</u> | <u>49,171</u> | <u>41,296</u> | <u>155,325</u> |

Legal risk relates to provisions for various litigated matters that have occurred in the ordinary course of business and includes an accrual for the French antitrust proceeding, recorded in the first six months of 2016.

The Company is self-insured for certain losses relating to workers' compensation, general liability, auto liability, and employee medical benefits for claims filed and for claims incurred but not reported. The Company's liability is estimated using historical claims experience and industry averages; however, the final cost of the claims may not be known for over five years.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

20. OTHER LIABILITIES

The balance is detailed below:

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|--|---------------------------|-------------------------------|
| Salaries payable | 292,986 | 334,519 |
| Due to social security authorities | 34,795 | 36,119 |
| Sales taxes payable | 63,322 | 37,976 |
| Leasing rental | 24,488 | 23,823 |
| Insurance | 11,569 | 11,521 |
| Sales commissions payable | 8,508 | 7,314 |
| Premiums and discounts | 5,416 | 4,066 |
| Royalties payable | 2,326 | 3,003 |
| Derivative financial liabilities | 4,919 | 2,173 |
| Other liabilities | <u>145,354</u> | <u>143,231</u> |
| Total financial liabilities | <u>593,682</u> | <u>603,745</u> |
| Deferred income | 45,885 | 60,998 |
| Other liabilities | 104 | 6,681 |
| Total liabilities | <u>45,989</u> | <u>67,679</u> |
| Total other current liabilities | <u>639,671</u> | <u>671,424</u> |

NON-CURRENT LIABILITIES

21. LONG-TERM DEBT

Long-term and short-term debt was Euro 1,728.6 million (Euro 72.7 million due by June 30, 2017) and Euro 1,760.0 million (Euro 44.9 million due in 2016) as of June 30, 2016 and December 31, 2015, respectively.

The roll-forward of long-term and short-term debt in the first six months of 2016 was as follows:

| (Amounts in thousands of Euro) | Senior unsecured guaranteed notes | Other loans with banks and other third parties | Total |
|---|--|---|-------------------------|
| Balance as of December 31, 2015 | <u>1,725,967</u> | <u>34,019</u> | <u>1,759,986</u> |
| Proceeds from new and existing loans and leases | — | 1,462 | 1,462 |
| Repayments | — | (5,581) | (5,581) |
| Amortization of fees and interests | (14,829) | — | (14,829) |
| Translation difference | (11,758) | (675) | (12,433) |
| Balance as of June 30, 2016 | <u>1,699,380</u> | <u>29,225</u> | <u>1,728,606</u> |

The Group uses debt financing to raise financial resources for long-term business operations and to finance acquisitions. The Group continues to seek debt refinancing at favorable market rates and actively

**Notes to the
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AS OF JUNE 30, 2016**

21. LONG-TERM DEBT (Continued)

monitors the debt capital markets in order to take action to issue debt, when appropriate. Our debt agreements contain certain covenants, including covenants that limit our ability to incur additional indebtedness (for more details see Note 3(f)—Default risk: negative pledges and financial covenants of the Notes to the Audited Consolidated Financial Statements as of December 31, 2015). As of June 30, 2016, the Group was in compliance with these financial covenants.

The table below summarizes the Group’s long-term debt as of June 30, 2016:

| Type | Series | Issuer/Borrower | Issue Date | CCY | Amount | Outstanding amount at the reporting date | Coupon / Pricing | Interest rate as of June 30, 2016 | Maturity |
|--|--------|-------------------------|--------------------|-----|-------------|--|------------------|-----------------------------------|--------------------|
| Private Placement | D | Luxtottica US Holdings | January 29, 2010 | USD | 50,000,000 | 50,000,000 | 5.190% | 5.190% | January 29, 2017 |
| Private Placement | G | Luxtottica Group S.p.A. | September 30, 2010 | EUR | 50,000,000 | 50,000,000 | 3.750% | 3.750% | September 15, 2017 |
| Private Placement | C | Luxtottica US Holdings | July 1, 2008 | USD | 128,000,000 | 128,000,000 | 6.770% | 6.770% | July 1, 2018 |
| Private Placement | F | Luxtottica US Holdings | January 29, 2010 | USD | 75,000,000 | 75,000,000 | 5.390% | 5.390% | January 29, 2019 |
| Bond (Listed on Luxembourg Stock Exchange) | | Luxtottica Group S.p.A. | March 19, 2012 | EUR | 500,000,000 | 500,000,000 | 3.625% | 3.625% | March 19, 2019 |
| Private Placement | E | Luxtottica US Holdings | January 29, 2010 | USD | 50,000,000 | 50,000,000 | 5.750% | 5.750% | January 29, 2020 |
| Private Placement | H | Luxtottica Group S.p.A. | September 30, 2010 | EUR | 50,000,000 | 50,000,000 | 4.250% | 4.250% | September 15, 2020 |
| Private Placement | I | Luxtottica US Holdings | December 15, 2011 | USD | 350,000,000 | 350,000,000 | 4.350% | 4.350% | December 15, 2021 |
| Bond (Listed on Luxembourg Stock Exchange) | | Luxtottica Group S.p.A. | February 10, 2014 | EUR | 500,000,000 | 500,000,000 | 2.625% | 2.625% | February 10, 2024 |

On March 19, 2012, the Group completed an offering in Europe to institutional investors of Euro 500 million of senior unsecured guaranteed notes due March 19, 2019. The Notes are listed on the Luxembourg Stock Exchange under ISIN XS0758640279. Interest on the Notes accrues at 3.625% per annum. The Notes are guaranteed on a senior unsecured basis by U.S. Holdings and Luxottica S.r.l. When issued, the Notes were assigned a “BBB+” credit rating by Standard & Poor’s Ratings Services (“Standard & Poor’s”) and, on January 20, 2014, the Notes were upgraded to an “A-” credit rating by Standard & Poor’s.

On April 29, 2013, the Group’s Board of Directors authorized a Euro 2 billion “Euro Medium Term Note Programme” pursuant to which Luxottica Group S.p.A. may from time to time offer notes to investors in certain jurisdictions (excluding the United States, Canada, Japan and Australia). The notes issued under this program are listed on the Luxembourg Stock Exchange.

On February 10, 2014, the Group completed an offering in Europe to institutional investors of Euro 500 million of senior unsecured guaranteed notes due February 10, 2024 under the Group’s Euro Medium Term Note Programme. The Notes are listed on the Luxembourg Stock Exchange under ISIN XS1030851791. Interest on the Notes accrues at 2.625% per annum. The Notes were assigned an “A-” credit rating by Standard & Poor’s.

On February 27, 2015, the Group terminated its Euro 500 million revolving credit facility entered into on April 17, 2012 by the Group and U.S. Holdings guaranteed by Luxottica Group, Luxottica S.r.l. and U.S. Holdings prior to its stated maturity. The agent for this credit facility is Unicredit AG Milan Branch and the other lending banks are Bank of America Securities Limited, Citigroup Global Markets Limited, Crédit Agricole Corporate and Investment Bank—Milan Branch, Banco Santander S.A., The Royal Bank of Scotland PLC and Unicredit S.p.A. As of the date of termination, the facility was undrawn.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

21. LONG-TERM DEBT (Continued)

On July 1, 2015, the Group repaid the USD 127 million Series B Senior Guaranteed Notes issued on July 1, 2008.

On November 10, 2015, the Group repaid the Euro 500 million Senior Unsecured Guaranteed Notes issued on November 10, 2010 (ISIN XS0557635777).

The fair value of long-term debt as of June 30, 2016 was equal to Euro 1,929.1 million (Euro 1,907.1 million as of December 31, 2015). The fair value of the debt equals the present value of future cash flows, calculated by utilizing the market rate currently available for similar debt and adjusted in order to take into account the Group's current credit rating. The above fair value does not include capital lease obligations of Euro 28.5 million.

Long-term debt, including capital lease obligations, as of June 30, 2016 matures as follows:

(Amounts in thousands of Euro)

| | |
|--|-------------------------|
| July 2016 – June 2017 | 72,723 |
| July 2017 – June 2018 | 57,066 |
| July 2018 – June 2019 | 687,941 |
| July 2019 – June 2020 | 48,969 |
| subsequent years | 870,742 |
| Effect deriving from the adoption of the amortized cost method | (8,386) |
| Total | <u>1,728,606</u> |

**Notes to the
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AS OF JUNE 30, 2016**

21. LONG-TERM DEBT (Continued)

The net financial position and disclosure required by the Consob communication n. DEM/6064293 dated July 28, 2006 and by the CESR recommendation dated February 10, 2005 “Recommendation for the consistent application of the European Commission regulation on Prospectus” is as follows:

| (Amounts in thousands of Euro) | Notes | As of June 30, 2016 | As of December 31, 2015 |
|--|-------|---------------------------|-------------------------------|
| A Cash and cash equivalents | 6 | 754,209 | 864,852 |
| B Other availabilities | | — | — |
| C Hedging instruments on foreign exchange rates | 9 | 3,810 | 2,055 |
| D Availabilities (A) + (B) + (C) | | 758,019 | 866,907 |
| E Current Investments | | | |
| F Bank overdrafts | 15 | 152,215 | 110,450 |
| G Current portion of long-term debt | 16 | 72,723 | 44,882 |
| H Hedging instruments on foreign exchange rates | 20 | 4,919 | 2,173 |
| I Hedging instruments on interest rates | 20 | — | — |
| J Current Liabilities (F) + (G) + (H) + (I) | | 229,857 | 157,505 |
| K Net Liquidity (J) – (E) – (D) | | (528,162) | (709,402) |
| L Long-term debt | 21 | 737 | 415 |
| M Notes payables | 21 | 1,634,760 | 1,690,599 |
| N Hedging instruments on interest rates | | — | — |
| O Other non-current liabilities | 21 | 20,386 | 24,090 |
| P Total Non-Current Liabilities (L) + (M) + (N) + (O) | | 1,655,883 | 1,715,104 |
| Q Net Financial Position (K) + (P) | | 1,127,721 | 1,005,702 |

A reconciliation between the net financial position above and the net financial position presented in the Management Report is as follows:

| (Amounts in thousands of Euro) | June 30, 2016 | December 31, 2015 |
|--|------------------|----------------------|
| Net Financial Position, as presented in the Notes | 1,127,721 | 1,005,702 |
| Hedging instruments on foreign exchange rates | 3,810 | 2,055 |
| Hedging instruments on interest rates—ST | — | — |
| Hedging instruments on foreign exchange rates | (4,919) | (2,173) |
| Hedging instruments on interest rates—LT | — | — |
| Net Financial Position | 1,126,612 | 1,005,584 |

Our net financial position with respect to related parties is not material.

In order to determine the fair value of financial instruments, the Group utilizes valuation techniques which are based on observable market prices (Mark to Model). These techniques therefore fall within Level 2 of the hierarchy of Fair Values identified by IFRS 13—*Fair Value*.

IFRS 13 refer to valuation hierarchy techniques that are based on three levels:

- Level 1: Inputs are quoted prices in an active market for identical assets or liabilities;

**Notes to the
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AS OF JUNE 30, 2016**

21. LONG-TERM DEBT (Continued)

- Level 2: Inputs used in the valuations, other than the prices listed in Level 1, are observable for each financial asset or liability, both directly (prices) and indirectly (derived from prices); and
- Level 3: Unobservable inputs used when observable inputs are not available in situations where there is little, if any, market activity for the asset or liability.

The Group determined the fair value of the derivatives existing on June 30, 2016 through valuation techniques which are commonly used for instruments similar to those traded by the Group. The models applied to value the instruments are based on a calculation obtained from the Bloomberg information service. The input data used in these models are based on observable market prices (the Euro and USD interest rate curves as well as official exchange rates on the date of valuation) obtained from Bloomberg.

As of June 30, 2016 the Group did not have any Level 3 fair value measurements.

The following table summarizes the financial assets and liabilities of the Group valued at fair value (in thousands of Euro):

| Description | Classification within the Consolidated Statement of Financial Position | June 30, 2016 | Fair Value Measurements at Reporting Date Using: | | |
|----------------------------|--|---------------|--|---------|---------|
| | | | Level 1 | Level 2 | Level 3 |
| Foreign Exchange Contracts | Other current assets | 3,810 | — | 3,810 | — |
| Foreign Exchange Contracts | Other current liabilities | 4,919 | — | 4,919 | — |

| Description | Classification within the Consolidated Statement of Financial Position | December 31, 2015 | Fair Value Measurements at Reporting Date Using: | | |
|----------------------------|--|-------------------|--|---------|-----------------------|
| | | | Level 1 | Level 2 | Level 3 |
| Foreign Exchange Contracts | Other current assets | 2,055 | — | 2,055 | — |
| Assets held for sale | Other current assets | 19,289 | | | 19,289 ^(*) |
| Foreign Exchange Contracts | Other current liabilities | 2,173 | — | 2,173 | — |

^(*) Assets held for sale include the aircraft owned by the Group which was sold in January 2016. The fair value was determined based on the selling price agreed upon by the parties.

22. EMPLOYEE BENEFITS

Employee benefits amounted to Euro 210.5 million (Euro 136.2 million as of December 31, 2015). The balance mainly included liabilities for termination indemnities of Euro 50.8 million (Euro 47.8 million as of December 31, 2015) and liabilities for employee benefits of the U.S. subsidiaries of the Group of Euro 159.7 million (Euro 88.4 million as of December 31, 2015). The increase as of June 30, 2016 compared to 2015 is mainly due to the decrease in the discount rates used to calculate the liability.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

23. NON-CURRENT PROVISIONS FOR RISK AND OTHER CHARGES

The balance is detailed below (amounts in thousands of Euro):

| (Amounts in thousands of Euro) | As of June 30, 2016 | As of December 31, 2015 |
|--------------------------------|---------------------------|-------------------------------|
| Legal Risk | 10,619 | 9,943 |
| Self-insurance | 25,699 | 26,922 |
| Tax provision | 37,256 | 35,640 |
| Warranty | 7,000 | 6,807 |
| Other Risks | 31,128 | 25,196 |
| Total | <u>111,702</u> | <u>104,508</u> |

Changes in short-term provision were as follows:

| | Legal risk | Self- insurance | Tax provision | Warranty | Other risks | Total |
|--|----------------------|----------------------|----------------------|---------------------|----------------------|-----------------------|
| Balance as of December 31, 2015 | 9,943 | 26,922 | 35,640 | 6,807 | 25,196 | 104,508 |
| Increases | — | 4,206 | 1,619 | 430 | 9,298 | 15,553 |
| Decreases | (2,553) | (4,867) | (5) | (558) | (3,419) | (11,403) |
| Translation difference and other movements | 3,229 | (562) | 3 | 321 | 53 | 3,045 |
| Balance as of June 30, 2016 | <u>10,619</u> | <u>25,699</u> | <u>37,256</u> | <u>7,000</u> | <u>31,128</u> | <u>111,702</u> |

Other risks include (i) accruals for risks related to sales agents of certain Italian companies of Euro 5.9 million (Euro 5.8 million as of December 31, 2015) and (ii) accruals for decommissioning costs of certain subsidiaries of the Group operating in the Retail Segment of Euro 0.6 million (Euro 0.5 million as of December 31, 2015).

Please refer to note 19 for additional details related to self-insurance risk funds.

24. OTHER NON-CURRENT LIABILITIES

The balance of other non-current liabilities was Euro 93.4 million and Euro 91.4 million as of June 30, 2016 and December 31, 2015, respectively.

The balance mainly includes “Other liabilities” of the North American retail divisions of Euro 41.5 million and Euro 44.9 million as of June 30, 2016 and December 31, 2015, respectively.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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25. LUXOTTICA GROUP STOCKHOLDERS' EQUITY

Capital Stock

The share capital of Luxottica Group S.p.A. as of June 30, 2016 amounted to Euro 29,033,074.98 and was comprised of 483,884,583 ordinary shares with a par value of Euro 0.06 each.

The share capital of Luxottica Group S.p.A. as of January 1, 2016 amounted to Euro 29,019,199.98 and was comprised of 483,653,333 ordinary shares with a par value of Euro 0.06 each. Following the exercise of 231,250 options to purchase ordinary shares granted to employees under existing stock option plans, the share capital increased by Euro 13,875 during the first six months of 2016.

The total options exercised in the first six months of 2016 were 231,250, of which 5,000 refer to the 2007 grant, 18,000 refer to the 2008 grant, 111,000 refer to the Extraordinary 2009 grant (reassignment of the 2006 performance grant), 10,000 refer to the 2009 ordinary grant (reassignment of the 2006 and 2007 ordinary grants), 3,250 refer to the 2009 ordinary grant, 13,000 refer to the 2010 ordinary grant, 18,500 refer to the 2011 ordinary grant and 52,500 refer to the 2012 ordinary grant.

Legal reserve

This reserve represents the portion of the Company's earnings that are not distributable as dividends, in accordance with Article 2430 of the Italian Civil Code.

Additional paid-in capital

This reserve increases with the expensing of options or excess tax benefits from the exercise of options.

Retained earnings

These include subsidiaries' earnings that have not been distributed as dividends and the amount of consolidated companies' equities in excess of the corresponding carrying amounts of investments. This item also includes amounts arising as a result of consolidation adjustments.

Translation reserve

Translation differences are generated by the translation into Euro of financial statements prepared in currencies other than Euro.

Treasury shares

Treasury shares were equal to Euro (147.7) million as of June 30, 2016 (Euro (68.6) million as of December 31, 2015). The increase of Euro 79.1 million was primarily due to the purchase of 2,173,624 treasury shares under the share buyback program authorized by the General Meeting on April 29, 2016 for a total of Euro 102.7 million. This amount was partially offset (i) by the grants to certain top executives equaling 830,054 treasury shares in the amount of Euro 16.7 million as a result of the Group having achieved the financial targets identified by the Board of Directors under the 2013 Performance Share Plan ("PSP") and (ii) by the sale of 116,673 treasury shares in the amount of Euro 6.9 million pursuant the liquidity agreement entered into by the Company on June 25, 2015 and terminated on April 30, 2016. As a result, the number of Group treasury shares increased from 3,145,865 as of December 31, 2015 to 4,372,762 as of June 30, 2016.

**Notes to the
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
AS OF JUNE 30, 2016**

26. NON-CONTROLLING INTERESTS

Equity attributable to non-controlling interests was Euro 5.1 million and Euro 5.2 million as of June 30, 2016 and December 31, 2015, respectively. The reduction was mainly due to the dividends paid in the period of Euro 1.8 million offset by the net income as of June 30, 2016 of Euro 1.7 million.

27. INFORMATION ON THE CONSOLIDATED STATEMENT OF INCOME

Please refer to Section 3—“Financial Results” in the Management Report on the Interim Consolidated Financial Results as of June 30, 2016.

REVENUES BY CATEGORY

The break-down of revenues by category is as follows (amounts in thousands of Euro):

| | June 30, 2016 | June 30, 2015 |
|--|-------------------------|-------------------------|
| Sales of products | 4,315,402 | 4,401,510 |
| Vision care business | 328,468 | 185,696 |
| Eye-exam and related professional fees | 54,647 | 58,132 |
| Franchisee revenues | 20,908 | 21,374 |
| Total net sales | <u>4,719,426</u> | <u>4,666,712</u> |

ANALYSIS OF EXPENSES BY NATURE

The reconciliation of the expenses by function to the expenses by nature is as follows (amounts in thousands of Euro):

| | June 30, 2016 | June 30, 2015 |
|--|-------------------------|-------------------------|
| Cost of sales | 1,620,578 | 1,476,094 |
| Selling and advertising | 1,799,608 | 1,792,738 |
| General and administrative | 511,165 | 539,350 |
| Total expenses by function | <u>3,931,350</u> | <u>3,808,182</u> |
| Employee benefits expense | 1,321,226 | 1,336,085 |
| Consumption | 771,754 | 745,498 |
| Production Costs | 322,080 | 232,606 |
| Logistics costs | 94,497 | 94,026 |
| Depreciation and amortization | 248,979 | 235,715 |
| Operating lease expense | 350,086 | 343,916 |
| Advertising media and promotion expenses | 160,065 | 185,588 |
| Trade marketing | 96,543 | 91,203 |
| Royalties | 88,585 | 89,565 |
| Share-based compensation expense | 7,554 | 25,534 |
| Other | 469,981 | 428,445 |
| Total expenses by nature | <u>3,931,350</u> | <u>3,808,183</u> |

**Notes to the
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AS OF JUNE 30, 2016**

28. COMMITMENTS AND RISKS

The Group has commitments under contractual agreements in place. Such commitments related to the following:

- Royalty agreements signed with certain designers whereby the Group is required to pay royalties and advertising fees calculated as a percentage of turnover guaranteeing, in some cases, a minimum annual amount. These agreements require minimum payments of an aggregate of Euro 863.3 million as of June 30, 2016 and Euro 907.9 million as of December 31, 2015.
- Rental and operating lease agreements for various stores, plants, warehouses and offices, along with a portion of the IT system and motor vehicles. The agreements include renewal options subject to various conditions. The rental and licensing agreements for the Group's points of sale in the United States often include rent increase clauses and conditions requiring the payment of progressively higher rent installments, in addition to an established minimum, in relation to the achievement of sales targets set forth in such agreements. Future minimum rental payments required under these rental and operating agreements were Euro 1,690.3 million as of June 30, 2015 and Euro 1,477.8 million as of December 31, 2015.
- Other commitments which include future payments for endorsement contracts, supplier purchases and other long-term commitments mainly consist of machinery and equipment and auto lease commitments were Euro 321.2 million as of June 30, 2016 and Euro 292.8 million as of December 31, 2015.

Guarantees

A wholly-owned U.S. subsidiary guaranteed future minimum lease payments for lease agreements on certain stores. The lease agreements were signed directly by the franchisees as part of certain franchising agreements. Total minimum guaranteed payments under this guarantee were Euro 5.2 million (USD 5.8 million) at June 30, 2016 Euro 7.8 million at December 31, 2015. The commitments provided for by the guarantee arise if the franchisee cannot honor its financial commitments under the lease agreements. A liability has been recorded based on the present value of the estimated fair value of the commitments related to the stipulated guarantees. This liability is not significant to the interim financial results as of June 30, 2016 and as of December 31, 2015. The liability expires at various dates through January 31, 2020.

Litigation

French Competition Authority Investigation

Our French subsidiaries Luxottica France S.A.S.U., Alain Mikli International S.A.S.U. and Mikli Diffusion France S.A.S.U., together with other major competitors in the French eyewear industry, have been the subject of an investigation conducted by the French Competition Authority (the "FCA") relating to pricing and sales practices in such industry. The investigation is ongoing. In May 2015, the Company received a Statement of Objections from the FCA. This document contains the FCA's preliminary position on alleged anti-competitive practices and it does not prejudice its final decision.

In August 2015, the Company filed detailed responses to the Statement of Objections. During 2016, the FCA requested additional information, as is typical in this type of proceeding. In July 2016, the FCA issued a report responding to the observations submitted by the companies involved in the investigation. Luxottica is evaluating the FCA's position contained in the report and maintains that it has valid defenses

**Notes to the
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AS OF JUNE 30, 2016**

28. COMMITMENTS AND RISKS (Continued)

to the FCA's claims and intends to vigorously defend against the FCA's allegations. Notwithstanding this position, based on the stage of this regulatory matter and additional facts that have recently come to its attention Luxottica has concluded that a liability may be probable and therefore has accrued a provision.

If the FCA concludes that there was a violation, it will impose a fine, which may be contested and appealed in court. Such fine, assuming it was upheld by the court, could exceed the amount accrued by Luxottica and could have a material effect on the Company's results of operations and financial condition.

Considering the ongoing complex proceeding, it is difficult to predict the timing of the conclusion of the proceeding and the imposition of any fine, which could occur at some point in 2016 or beyond.

Other proceedings

The Company and its subsidiaries are defendants in various other legal and fiscal lawsuits arising in the ordinary course of business. It is the opinion of the management of the Company that it has meritorious defenses against all such outstanding claims, which the Company will vigorously pursue, and that the outcome of such claims, individually or in the aggregate, will not have a material adverse effect on the Company's consolidated financial position or results of operations.

29. RELATED PARTY TRANSACTIONS

Licensing Agreements

The Group executed an exclusive worldwide license for the production and distribution of Brooks Brothers brand eyewear. The brand is held by Brooks Brothers Group, Inc. ("BBG"), which is owned and controlled by Claudio Del Vecchio, a son of the Company's Executive Chairman and majority stockholder. The license expires on December 31, 2019. Royalties paid under this agreement to BBG were Euro 0.5 million during the first six month of 2015 and Euro 0.5 million in 2015. Management believes that the terms of the license agreement are fair to the Company.

Technology Advisory Agreements

The Company and certain of its subsidiaries entered into transactions with entities owned or controlled by Mr. Milleri, Deputy Chairman of the Company since April 29, 2016, primarily related to the implementation of the Group's IT platform. Amounts related to these transactions were Euro 7,1 million in the first six months of 2016. On April 26, 2016 the Company also signed a two-year master agreement with the companies owned or controlled by Mr. Milleri for services related to the Group's IT platform with a total value of approximately Euro 20 million. Management believes that the terms of the above agreements are fair to the Company.

Lease of corporate offices

On April 29, 2014, the Board of Directors of Luxottica Group authorized the Company to enter into an agreement to lease a building located in Piazzale Luigi Cadorna 3, Milan. The lease will be for a period of seven years and 5 months and will be renewable for an additional six years. The building is owned by Beni Stabili SIIQ S.p.A., which through Delfin S.à.r.l, is ultimately controlled by the Company's Chairman Leonardo Del Vecchio and therefore the lease agreement is a transaction with related parties. In accordance with the procedure on related parties adopted by the Company and Consob regulation n. 17221/2010 and in light of the contract balance, the agreement qualifies as a minor transaction with related

**Notes to the
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29. RELATED PARTY TRANSACTIONS (Continued)

parties. On September 30, 2014, the Risk and Control Committee, solely composed of independent directors, unanimously expressed a favorable opinion regarding the Company's interest in entering into this transaction as well as on the convenience and fairness of the related conditions. In the first six months of 2016 the Company incurred an expense for the lease of the building of Euro 2.4 million (Euro 1.9 million in the same period of 2015).

A summary of related party transactions as of June 30, 2016 and 2015 is provided below:

| Related parties As of June 30, 2016 (Amounts in thousands of Euro) | Consolidated Statement of Income as at June 30, 2016 | | Consolidated Statement of Financial Position as of June 30, 2016 | |
|--|---|---------------|---|--------------------|
| | Revenues | Costs | Assets | Liabilities |
| Brooks Brothers Group, Inc. | 121 | 247 | 62 | 225 |
| Eyebiz Laboratories Pty Limited | 3,719 | 24,372 | 8,279 | 13,662 |
| Salmoiraghi & Viganò | 12,605 | — | 63,146 | — |
| Companies owned by Mr. Milleri | — | 231 | 6,829 | 2,518 |
| Others | 2,547 | 4,022 | 2,442 | 1,022 |
| Total | 18,993 | 28,872 | 80,758 | 17,387 |

| Related parties (Amounts in thousands of Euro) | Consolidated Statement of Income as at June 30, 2015 | | Consolidated Statement of Financial Position as of December 31, 2015 | |
|---|---|---------------|---|--------------------|
| | Revenues | Costs | Assets | Liabilities |
| Brooks Brothers Group, Inc. | 215 | 285 | 29 | 336 |
| Eyebiz Laboratories Pty Limited | 3,166 | 3,638 | 10,682 | 16,358 |
| Salmoiraghi & Viganò | 9,258 | — | 56,361 | 517 |
| Others | 1,222 | 3,854 | 10,384 | 552 |
| Total | 13,861 | 40,507 | 77,456 | 17,763 |

Total remuneration due to key managers amounted to approximately Euro 13.5 million (Euro 22.4 million at June 30, 2015).

In the first six months of 2016 and 2015, transactions with related parties resulted in cash outflows of approximately Euro 13.6 million and Euro 29.5 million.

30. EARNINGS PER SHARE

Basic and diluted earnings per share were calculated as the ratio of net income attributable to the stockholders of the Company for the first six months of 2016 and 2015 amounting to Euro 475.7 million and Euro 505.1 million, respectively, to the number of outstanding shares—basic and dilutive of the Company.

**Notes to the
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30. EARNINGS PER SHARE (Continued)

Basic earnings per share in the first six months of 2016 were equal to Euro 0.99, compared to Euro 1.05 in the same period of 2015. Diluted earnings per share as of June 30, 2016 were equal to Euro 0.99 compared to Euro 1.05 in the same period of 2015.

The table reported below provides the reconciliation between the average weighted number of shares utilized to calculate basic and diluted earnings per share:

| | June 30, 2016 | June 30, 2015 |
|---|---------------|---------------|
| Weighted average shares outstanding—basic | 480,424,539 | 478,819,264 |
| Effect of dilutive stock options | 952,531 | 1,944,202 |
| Weighted average shares outstanding—dilutive | 481,377,070 | 480,763,466 |
| Options not included in calculation of dilutive shares as the average value was greater than the average price during the respective period or performance measures related to the awards have not yet been met | 1,898,194 | 2,431,136 |

31. ATYPICAL AND/OR UNUSUAL OPERATIONS

There were no atypical and/or unusual transactions, as defined by the Consob communication n. 60644293 dated July 28, 2006, that occurred in the first six months of 2016 and 2015.

32. NON-RECURRING TRANSACTIONS

During the first half of 2016 the Group incurred non recurring expenses totaling Euro 43.9 million (Euro 39.4 net of the tax effect) related to the departure of Mr. Adil Mehboob-Khan as the Group's CEO for Markets, the integration of Oakley and to the accrual related to the antitrust proceeding.

During the second half of 2015, the Group incurred non-recurring expenses related to the integration of Oakley and other minor projects with a Euro 20.4 million impact on operating income and an approximately Euro 19.6 million impact on net income. These costs primarily relate to severance expenses and asset write-offs.

33. SHARE-BASED PAYMENTS

During the first six months of 2016 no new PSP plans were granted.

34. SEASONAL AND CYCLICAL EFFECTS ON OPERATIONS

We have historically experienced sales volume fluctuations by quarter due to seasonality associated with the sale of sunglasses, which represented 48.7 percent of our net sales in the first six months of 2016 (49.7% in the same period of 2015).

35. SUBSEQUENT EVENTS

There were no events subsequent June 30, 2016 and up to the date this report was authorized for issue that are required to be described herein.

Attachment 1

| | Average exchange rate as of June 30, 2016 | Final exchange rate as of June 30, 2016 | Average exchange rate as of June 30, 2015 | Final exchange rate as of December 31, 2015 |
|-----------------------------|---|---|---|---|
| (per €1) | | | | |
| Argentine Peso | 15.9980 | 16.5802 | 9.8397 | 14.0972 |
| Australian Dollar | 1.5220 | 1.4929 | 1.4261 | 1.4897 |
| Brazilian Real | 4.1295 | 3.5898 | 3.3101 | 4.3117 |
| Canadian Dollar | 1.4844 | 1.4384 | 1.3774 | 1.5116 |
| Chilean Peso | 769.1290 | 735.5000 | 693.3432 | 772.7130 |
| Chinese Renminbi | 7.2965 | 7.3755 | 6.9408 | 7.0608 |
| Colombian Peso | 3,482.9829 | 3,244.4700 | 2,772.6446 | 3,456.0100 |
| Croatian Kuna | 7.5603 | 7.5281 | 7.6277 | 7.6380 |
| Great Britain Pound | 0.7788 | 0.8265 | 0.7323 | 0.7340 |
| Hong Kong Dollar | 8.6684 | 8.6135 | 8.6517 | 8.4376 |
| Hungarian Forint | 312.7135 | 317.0600 | 307.5057 | 315.9800 |
| Indian Rupee | 75.0019 | 74.9603 | 70.1244 | 72.0215 |
| Israeli Shekel | 4.3073 | 4.2761 | 4.3635 | 4.2481 |
| Japanese Yen | 124.4136 | 114.0500 | 134.2042 | 131.0700 |
| Malaysian Ringgit | 4.5737 | 4.4301 | 4.0621 | 4.6959 |
| Mexican Peso | 20.1731 | 20.6347 | 16.8887 | 18.9145 |
| Namibian Dollar | 17.1983 | 16.4461 | 13.3048 | 16.9530 |
| New Zealand Dollar | 1.6480 | 1.5616 | 1.5063 | 1.5923 |
| Norwegian Krona | 9.4197 | 9.3008 | 8.6483 | 9.6030 |
| Peruvian Nuevo Sol | 3.7747 | 3.6541 | 3.4583 | 3.7083 |
| Polish Zloty | 4.3688 | 4.4362 | 4.1409 | 4.2639 |
| Russian Ruble | 78.2968 | 71.5200 | 64.6407 | 80.6736 |
| Singapore Dollar | 1.5400 | 1.4957 | 1.5061 | 1.5417 |
| South African Rand | 17.1983 | 16.4461 | 13.3048 | 16.9530 |
| South Korean Won | 1,318.9161 | 1,278.4800 | 1,227.3118 | 1,280.7800 |
| Swedish Krona | 9.3019 | 9.4242 | 9.3401 | 9.1895 |
| Swiss Franc | 1.0960 | 1.0867 | 1.0567 | 1.0835 |
| Taiwan Dollar | 36.5468 | 35.7658 | 34.8158 | 35.7908 |
| Thai Baht | 39.5590 | 39.0070 | 36.7826 | 39.2480 |
| Turkish Lira | 3.2593 | 3.2060 | 2.8626 | 3.1765 |
| U.S. Dollar | 1.1159 | 1.1102 | 1.1158 | 1.0887 |
| United Arab Emirates Dirham | 4.0966 | 4.0755 | 4.0967 | 3.9966 |

Attachment 2

In compliance with Consob Regulation no. 6064293 dated July 28, 2006, the following table includes a list of Luxottica Group S.p.A. investments as of June 30, 2016. For each investment, the list provides the company's name, address, share capital, shares held directly and indirectly by the parent company and each of the subsidiaries and the applicable consolidation method. In particular, all the companies listed below are consolidated on a line-item basis, except for those indicated with “***” which are consolidated using the equity method of accounting:

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|---|---|------------------------|----------------|---------------|-----------------------|----------------------|
| AIR SUN | SUNGLASS HUT TRADING LLC | MASON-OHIO | USD | 1.00 | 70.00 | 70.00 |
| ALAIN MIKLI INTERNATIONAL SASU | LUXOTTICA GROUP SPA | PARIS | EUR | 4,459,786.64 | 100.00 | 100.00 |
| ARNETTE OPTIC ILLUSIONS INC. | LUXOTTICA US HOLDINGS CORP | LOS ANGELES-CALIFORNIA | USD | 1.00 | 100.00 | 100.00 |
| AUTANT POUR VOIR QUE POUR ETRE' VUES SARL | ALAIN MIKLI INTERNATIONAL SASU | PARIS | EUR | 15,245.00 | 100.00 | 100.00 |
| BEIJING SI MING DE TRADING CO LTD(*) | SPV ZETA Optical Trading (Beijing) Co Ltd | BEIJING | CNR | 30,000.00 | 100.00 | 100.00 |
| BUDGET EYEWEAR AUSTRALIA PTY LTD | LUXOTTICA RETAIL AUSTRALIA PTY LTD | MACQUARIE PARK-NSW | AUD | 341,762.00 | 100.00 | 100.00 |
| CENTRE PROFESSIONNEL DE VISION USSC INC | THE UNITED STATES SHOE CORPORATION | MISSISSAUGA-ONTARIO | CAD | 1.00 | 100.00 | 100.00 |
| COLE VISION SERVICES INC | EYEMED VISION CARE LLC | DOVER-DELAWARE | USD | 10.00 | 100.00 | 100.00 |
| COLLEZIONE RATHSCHULER SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 10,000.00 | 100.00 | 100.00 |
| DAVID CLULOW LOUGHTON LIMITED(**) | LUXOTTICA RETAIL UK LTD | LONDON | GBP | 2.00 | 50.00 | 50.00 |
| DAVID CLULOW MARLOW LIMITED(**) | LUXOTTICA RETAIL UK LTD | LONDON | GBP | 2.00 | 50.00 | 50.00 |
| DAVID CLULOW NEWBURY LIMITED(**) | LUXOTTICA RETAIL UK LTD | LONDON | GBP | 2.00 | 50.00 | 50.00 |
| DEVLYN OPTICAL LLC(**) | LUXOTTICA RETAIL NORTH AMERICA INC | HOUSTON | USD | 100.00 | 30.00 | 30.00 |
| EYE SAFETY SYSTEMS INC | OAKLEY INC | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| EYEBIZ LABORATORIES PTY LIMITED(**) | LUXOTTICA RETAIL AUSTRALIA PTY LTD | MACQUARIE PARK-NSW | AUD | 10,000,005.00 | 30.00 | 30.00 |
| EYEMED INSURANCE COMPANY | LUXOTTICA US HOLDINGS CORP | PHOENIX-ARIZONA | USD | 250,000.00 | 100.00 | 100.00 |
| EYEMED VISION CARE HMO OF TEXAS INC | THE UNITED STATES SHOE CORPORATION | DALLAS-TEXAS | USD | 1,000.00 | 100.00 | 100.00 |
| EYEMED VISION CARE IPA LLC | EYEMED VISION CARE LLC | NEW YORK-NEW YORK | USD | 1.00 | 100.00 | 100.00 |
| EYEMED VISION CARE LLC | LUXOTTICA RETAIL NORTH AMERICA INC | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| EYEMED/ LCA—VISION LLC | EYEMED VISION CARE LLC | RENO-NEVADA | USD | 2.00 | 50.00 | 50.00 |
| EYEXAM OF CALIFORNIA INC | THE UNITED STATES SHOE CORPORATION | LOS ANGELES-CALIFORNIA | USD | 10.00 | 100.00 | 100.00 |
| FIRST AMERICAN ADMINISTRATORS INC | EYEMED VISION CARE LLC | PHOENIX-ARIZONA | USD | 1,000.00 | 100.00 | 100.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|--|--|--------------------------|----------------|------------------|-----------------------|----------------------|
| GLASSES.COM INC | LUXOTTICA US HOLDINGS CORP | CLEVELAND OHIO | USD | 100.00 | 100.00 | 100.00 |
| GUANGZHOU MING LONG OPTICAL TECHNOLOGY CO LTD | LUXOTTICA (CHINA) INVESTMENT CO LTD | GUANGZHOU CITY | CNR | 645,500,000.00 | 100.00 | 100.00 |
| LAUBMAN AND PANK PTY LTD . . . | LUXOTTICA RETAIL AUSTRALIA PTY LTD | MACQUARIE PARK-NSW | AUD | 2,370,448.00 | 100.00 | 100.00 |
| LENSCRAFTERS INTERNATIONAL INC | THE UNITED STATES SHOE CORPORATION | CLEVELAND-OHIO | USD | 500.00 | 100.00 | 100.00 |
| LUNETTES GROUP LIMITED | LUXOTTICA HONG KONG WHOLESALE LIMITED | TAIPEI | MOP | 1,000,000.00 | 1.00 | 100.00 |
| | LUXOTTICA RETAIL HONG KONG LIMITED | TAIPEI | MOP | 1,000,000.00 | 99.00 | 100.00 |
| LUNETTES HONG KONG LIMITED . . | ALAIN MIKLI INTERNATIONAL SASU | KOWLOON, HONG KONG | HKD | 10,000.00 | 100.00 | 100.00 |
| LUXOTTICA (CHINA) INVESTMENT CO LTD | LUXOTTICA TRADING AND FINANCE LIMITED | SHANGHAI | CNR | 1,434,458,960.05 | 100.00 | 100.00 |
| LUXOTTICA (SHANGHAI) TRADING CO LTD | LUXOTTICA HOLLAND BV | SHANGHAI | CNR | 109,999,700.00 | 100.00 | 100.00 |
| LUXOTTICA (SWITZERLAND) AG . . | LUXOTTICA GROUP SPA | ZURICH | CHF | 100,000.00 | 100.00 | 100.00 |
| LUXOTTICA ARGENTINA SRL | LUXOTTICA GROUP SPA | BUENOS AIRES | ARS | 11,837,001.00 | 94.00 | 100.00 |
| | LUXOTTICA SRL | BUENOS AIRES | ARS | 11,837,001.00 | 6.00 | 100.00 |
| LUXOTTICA AUSTRALIA PTY LTD . . | OPSM GROUP PTY LIMITED | MACQUARIE PARK-NSW | AUD | 1,715,000.00 | 100.00 | 100.00 |
| LUXOTTICA BELGIUM NV | LUXOTTICA SRL | BERCHEM | EUR | 62,000.00 | 1.00 | 100.00 |
| | LUXOTTICA GROUP SPA | BERCHEM | EUR | 62,000.00 | 99.00 | 100.00 |
| LUXOTTICA BRASIL PRODUTOS OTICOS E ESPORTIVOS LTDA . . . | LUXOTTICA GROUP SPA | SAN PAOLO | BRL | 1,043,457,587.00 | 57.99 | 100.00 |
| | OAKLEY CANADA INC | SAN PAOLO | BRL | 1,043,457,587.00 | 42.01 | 100.00 |
| | LUXOTTICA SRL | SAN PAOLO | BRL | 1,043,457,587.00 | 0.00 | 100.00 |
| LUXOTTICA CANADA INC | LUXOTTICA GROUP SPA | NEW BRUNSWICK | CAD | 200.00 | 100.00 | 100.00 |
| LUXOTTICA CENTRAL EUROPE KFT . | LUXOTTICA HOLLAND BV | BUDAPEST | HUF | 3,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA CHILE SPA | SUNGLASS HUT IBERIA SLU | SANTIAGO | CLP | 455,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA COLOMBIA SAS | LUXOTTICA GROUP SPA | BOGOTA | COP | 3,500,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA COMMERCIAL SERVICE (DONGGUAN) CO LTD | LUXOTTICA TRADING AND FINANCE LIMITED | DONGGUAN CITY, GUANGDONG | CNR | 3,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA DEEP BLUE INC | LUXOTTICA US HOLDINGS CORP | DELAWARE | USD | 100.00 | 100.00 | 100.00 |
| LUXOTTICA FASHION BRILLEN VERTRIEBS GMBH | LUXOTTICA GROUP SPA | GRASBRUNN | EUR | 230,081.35 | 100.00 | 100.00 |
| LUXOTTICA FRAMES SERVICE SA DE CV | LUXOTTICA MEXICO SA DE CV | MEXICO CITY | MXN | 2,350,000.00 | 99.98 | 100.00 |
| | LUXOTTICA GROUP SPA | MEXICO CITY | MXN | 2,350,000.00 | 0.02 | 100.00 |
| LUXOTTICA FRANCE SASU | LUXOTTICA GROUP SPA | VALBONNE | EUR | 534,000.00 | 100.00 | 100.00 |
| LUXOTTICA FRANCHISING AUSTRALIA PTY LIMITED | LUXOTTICA RETAIL AUSTRALIA PTY LTD | MACQUARIE PARK-NSW | AUD | 2.00 | 100.00 | 100.00 |
| LUXOTTICA FRANCHISING CANADA INC | LUXOTTICA NORTH AMERICA DISTRIBUTION LLC | NEW BRUNSWICK | CAD | 1,000.00 | 100.00 | 100.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|---|--|-------------------------|----------------|----------------|-----------------------|----------------------|
| LUXOTTICA GOZLUK ENDUSTRI VE TICARET ANONIM SIRKETI | LUXOTTICA GROUP SPA | CIGLI-IZMIR | LTL | 10,390,459.89 | 64.84 | 100.00 |
| | SUNGLASS HUT NETHERLANDS BV | CIGLI-IZMIR | LTL | 10,390,459.89 | 35.16 | 100.00 |
| LUXOTTICA HELLAS AE | LUXOTTICA GROUP SPA | PALLINI | EUR | 1,752,900.00 | 70.00 | 70.00 |
| LUXOTTICA HOLLAND BV | LUXOTTICA GROUP SPA | HEEMSTEDDE | EUR | 45,000.00 | 100.00 | 100.00 |
| LUXOTTICA HONG KONG SERVICES LIMITED | LUXOTTICA GROUP SPA | HONG-KONG | HKD | 548,536,634.67 | 100.00 | 100.00 |
| LUXOTTICA HONG KONG WHOLESALE LIMITED | LUXOTTICA HONG KONG SERVICES LIMITED | KOWLOON | HKD | 10,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA IBERICA SAU | LUXOTTICA GROUP SPA | BARCELONA | EUR | 1,382,928.85 | 100.00 | 100.00 |
| LUXOTTICA INDIA EYEWEAR PRIVATE LIMITED | LUXOTTICA HOLLAND BV | GURGAON-HARYANA | RUP | 1,330,400.00 | 100.00 | 100.00 |
| | LUXOTTICA INTERNATIONAL DISTRIBUTION SRL | GURGAON-HARYANA | RUP | 1,330,400.00 | 0.00 | 100.00 |
| LUXOTTICA INTERNATIONAL DISTRIBUTION SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 50,000.00 | 100.00 | 100.00 |
| LUXOTTICA ITALIA SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 5,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA KOREA LTD | LUXOTTICA GROUP SPA | SEOUL | KRW | 120,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA LEASING SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 36,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA MEXICO SA DE CV | LUXOTTICA GROUP SPA | MEXICO CITY | MXN | 342,000,000.00 | 96.00 | 100.00 |
| | LUXOTTICA SRL | MEXICO CITY | MXN | 342,000,000.00 | 4.00 | 100.00 |
| LUXOTTICA MIDDLE EAST FZE | LUXOTTICA GROUP SPA | DUBAI | AED | 1,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA NEDERLAND BV | LUXOTTICA GROUP SPA | HEEMSTEDDE | EUR | 453,780.22 | 100.00 | 100.00 |
| LUXOTTICA NORDIC AB | LUXOTTICA GROUP SPA | STOCKHOLM | SEK | 250,000.00 | 100.00 | 100.00 |
| LUXOTTICA NORGE AS | LUXOTTICA GROUP SPA | DRAMMEN | NOK | 100,000.00 | 100.00 | 100.00 |
| LUXOTTICA NORTH AMERICA DISTRIBUTION LLC | LUXOTTICA USA LLC | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| LUXOTTICA NORTH EUROPE LTD | LUXOTTICA GROUP SPA | S. ALBANS-HERTFORDSHIRE | GBP | 90,000.00 | 100.00 | 100.00 |
| LUXOTTICA OPTICS LTD | LUXOTTICA GROUP SPA | TEL AVIV | ILS | 43.50 | 100.00 | 100.00 |
| LUXOTTICA POLAND SP ZOO | LUXOTTICA GROUP SPA | CRACOV | PLN | 390,000.00 | 25.00 | 100.00 |
| | LUXOTTICA HOLLAND BV | CRACOV | PLN | 390,000.00 | 75.00 | 100.00 |
| LUXOTTICA PORTUGAL-COMERCIO DE OPTICA SA | LUXOTTICA SRL | LISBON | EUR | 700,000.00 | 0.21 | 100.00 |
| | LUXOTTICA GROUP SPA | LISBON | EUR | 700,000.00 | 99.79 | 100.00 |
| LUXOTTICA RETAIL AUSTRALIA PTY LTD | OPSM GROUP PTY LIMITED | MACQUARIE PARK-NSW | AUD | 307,796.00 | 100.00 | 100.00 |
| LUXOTTICA RETAIL CANADA INC | LUXOTTICA RETAIL NORTH AMERICA INC | NEW BRUNSWICK | CAD | 12,671.00 | 3.27 | 100.00 |
| | THE UNITED STATES SHOE CORPORATION | NEW BRUNSWICK | CAD | 12,671.00 | 43.82 | 100.00 |
| | LENSCRAFTERS INTERNATIONAL INC | NEW BRUNSWICK | CAD | 12,671.00 | 52.91 | 100.00 |
| LUXOTTICA RETAIL HONG KONG LIMITED | PROTECTOR SAFETY INDUSTRIES PTY LTD | HONG KONG-HONG KONG | HKD | 149,127,000.00 | 100.00 | 100.00 |
| LUXOTTICA RETAIL NEW ZEALAND LIMITED | PROTECTOR SAFETY INDUSTRIES PTY LTD | AUCKLAND | NZD | 67,700,100.00 | 100.00 | 100.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|--|--|-------------------------|----------------|----------------|-----------------------|----------------------|
| LUXOTTICA RETAIL NORTH AMERICA INC | THE UNITED STATES SHOE CORPORATION | CLEVELAND-OHIO | USD | 1.00 | 100.00 | 100.00 |
| LUXOTTICA RETAIL UK LTD | LUXOTTICA US HOLDINGS CORP | ST ALBANS-HERTFORDSHIRE | GBP | 24,410,765.00 | 31.14 | 100.00 |
| | SUNGLASS HUT TRADING LLC | ST ALBANS-HERTFORDSHIRE | GBP | 24,410,765.00 | 0.86 | 100.00 |
| | LUXOTTICA GROUP SPA | ST ALBANS-HERTFORDSHIRE | GBP | 24,410,765.00 | 68.00 | 100.00 |
| LUXOTTICA RUS LLC | LUXOTTICA HOLLAND BV | MOSCOW | RUB | 393,000,000.00 | 0.31 | 100.00 |
| | SUNGLASS HUT NETHERLANDS BV | MOSCOW | RUB | 393,000,000.00 | 99.69 | 100.00 |
| LUXOTTICA SOUTH AFRICA PTY LTD | LUXOTTICA GROUP SPA | CAPE TOWN—OBSERVATORY | ZAR | 2,200.02 | 100.00 | 100.00 |
| LUXOTTICA SOUTH EAST ASIA PTE LTD | LUXOTTICA HOLLAND BV | SINGAPORE | SGD | 1,360,000.00 | 100.00 | 100.00 |
| LUXOTTICA SOUTH EASTERN EUROPE LTD | LUXOTTICA HOLLAND BV | NOVIGRAD | HRK | 1,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA SOUTH PACIFIC HOLDINGS PTY LIMITED | LUXOTTICA GROUP SPA | MACQUARIE PARK-NSW | AUD | 322,797,001.00 | 100.00 | 100.00 |
| LUXOTTICA SOUTH PACIFIC PTY LIMITED | LUXOTTICA SOUTH PACIFIC HOLDINGS PTY LIMITED | MACQUARIE PARK-NSW | AUD | 460,000,001.00 | 100.00 | 100.00 |
| LUXOTTICA SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 10,000,000.00 | 100.00 | 100.00 |
| LUXOTTICA SUN CORP | LUXOTTICA US HOLDINGS CORP | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| LUXOTTICA TRADING AND FINANCE LIMITED | LUXOTTICA GROUP SPA | DUBLIN | EUR | 626,543,403.00 | 100.00 | 100.00 |
| LUXOTTICA TRISTAR (DONGGUAN) OPTICAL CO LTD | LUXOTTICA HOLLAND BV | DON GUAN CITY | USD | 128,719,301.00 | 100.00 | 100.00 |
| LUXOTTICA US HOLDINGS CORP | LUXOTTICA GROUP SPA | DOVER-DELAWARE | USD | 100.00 | 100.00 | 100.00 |
| LUXOTTICA USA LLC | ARNETTE OPTIC ILLUSIONS INC | NEW YORK-NY | USD | 1.00 | 100.00 | 100.00 |
| LUXOTTICA VERTRIEBSGESELLSCHAFT MBH | LUXOTTICA GROUP SPA | VIENNA | EUR | 508,710.00 | 100.00 | 100.00 |
| LUXOTTICA WHOLESALE (THAILAND) LTD | LUXOTTICA HOLLAND BV | BANGKOK | THB | 100,000,000.00 | 0.00 | 100.00 |
| | LUXOTTICA GROUP SPA | BANGKOK | THB | 100,000,000.00 | 100.00 | 100.00 |
| | LUXOTTICA SRL | BANGKOK | THB | 100,000,000.00 | 0.00 | 100.00 |
| LUXOTTICA WHOLESALE MALAYSIA SDN BHD | LUXOTTICA GROUP SPA | KUALA LUMPUR | MYR | 4,500,000.00 | 100.00 | 100.00 |
| LVD SOURCING LLC | LUXOTTICA NORTH AMERICA DISTRIBUTION LLC | DOVER-DELAWARE | USD | 5,000.00 | 51.00 | 51.00 |
| MDD OPTIC DIFFUSION GMBH | LUXOTTICA FASHION BRILLEN VERTRIEBS GMBH | MUNICH | EUR | 25,000.00 | 100.00 | 100.00 |
| MDE DIFUSION OPTIQUE SLU | LUXOTTICA IBERICA SAU | BARCELONA | EUR | 4,000.00 | 100.00 | 100.00 |
| MDI DIFFUSIONE OTTICA SRL | LUXOTTICA ITALIA SRL | AGORDO | EUR | 10,000.00 | 100.00 | 100.00 |
| MIKLI (HONG KONG) LIMITED | ALAIN MIKLI INTERNATIONAL SASU | KOWLOON, HONG KONG | HKD | 1,000,000.00 | 100.00 | 100.00 |
| MIKLI ASIA LIMITED | ALAIN MIKLI INTERNATIONAL SASU | KOWLOON, HONG KONG | HKD | 100.00 | 100.00 | 100.00 |
| MIKLI CHINA LTD | MIKLI ASIA LIMITED | SHANGHAI | CNR | 1,000,000.00 | 100.00 | 100.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|---|---------------------------------------|-------------------------|----------------|-------------------|-----------------------|----------------------|
| MIKLI DIFFUSION FRANCE SASU . . . | ALAIN MIKLI INTERNATIONAL SASU | PARIS | EUR | 1,541,471.20 | 100.00 | 100.00 |
| MIKLI JAPON KK | ALAIN MIKLI INTERNATIONAL SASU | TOKYO | JPY | 85,800,000.00 | 100.00 | 100.00 |
| MIKLI MANAGEMENT SERVICES LIMITED | MIKLI ASIA LIMITED | KOWLOON, HONG KONG | HKD | 1,000,000.00 | 100.00 | 100.00 |
| MIRARI JAPAN CO LTD | LUXOTTICA GROUP SPA | TOKYO | JPY | 473,700,000.00 | 15.83 | 100.00 |
| | LUXOTTICA HOLLAND BV | TOKYO | JPY | 473,700,000.00 | 84.17 | 100.00 |
| MKL MACAU LIMITED | ALAIN MIKLI INTERNATIONAL SASU | MACAU | MOP | 100,000.00 | 99.00 | 100.00 |
| | LUXOTTICA GROUP SPA | MACAU | MOP | 100,000.00 | 1.00 | 100.00 |
| MY-OP (NY) LLC | OLIVER PEOPLES INC | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| NEXTORE INC | NEXTORE SRL | DELAWARE | USD | 1.00 | 100.00 | 100.00 |
| NEXTORE SRL | LUXOTTICA GROUP SPA | MILAN | EUR | 1,000,000.00 | 60.00 | 60.00 |
| OAKLEY (SCHWEIZ) GMBH | OAKLEY INC | ZURICH | CHF | 20,000.00 | 100.00 | 100.00 |
| OAKLEY AIR JV | OAKLEY SALES CORP | CHICAGO-ILLINOIS | USD | 1.00 | 70.00 | 70.00 |
| OAKLEY CANADA INC | OAKLEY INC | SAINT LAUREN-QUEBEC | CAD | 80,107,907.00 | 100.00 | 100.00 |
| OAKLEY DESIGN SRL | LUXOTTICA SRL | AGORDO | EUR | 10,000.00 | 100.00 | 100.00 |
| OAKLEY EDC INC | OAKLEY INC | OLYMPIA-WASHINGTON | USD | 1,000.00 | 100.00 | 100.00 |
| OAKLEY EUROPE SNC | OAKLEY HOLDING SASU | ANNECY | EUR | 25,157,390.20 | 100.00 | 100.00 |
| OAKLEY GMBH | OAKLEY INC | MONACO | EUR | 25,000.00 | 100.00 | 100.00 |
| OAKLEY HOLDING SASU | OAKLEY INC | ANNECY | EUR | 6,129,050.00 | 100.00 | 100.00 |
| OAKLEY ICON LIMITED | LUXOTTICA TRADING AND FINANCE LIMITED | DUBLIN 2 | EUR | 1.00 | 100.00 | 100.00 |
| OAKLEY INC | LUXOTTICA US HOLDINGS CORP | OLYMPIA-WASHINGTON | USD | 10.00 | 100.00 | 100.00 |
| OAKLEY IRELAND OPTICAL LIMITED | OAKLEY INC | DUBLIN 2 | EUR | 225,000.00 | 100.00 | 100.00 |
| OAKLEY JAPAN KK | OAKLEY INC | TOKYO | JPY | 10,000,000.00 | 100.00 | 100.00 |
| OAKLEY SALES CORP | OAKLEY INC | OLYMPIA-WASHINGTON | USD | 1,000.00 | 100.00 | 100.00 |
| OAKLEY SOUTH PACIFIC PTY LTD . . . | OPSM GROUP PTY LIMITED | VICTORIA-MELBOURNE | AUD | 12.00 | 100.00 | 100.00 |
| OAKLEY SPORT INTERNATIONAL SRL | LUXOTTICA GROUP SPA | AGORDO | EUR | 50,000.00 | 100.00 | 100.00 |
| OAKLEY UK LTD | OAKLEY INC | ST ALBANS-HERTFORDSHIRE | GBP | 1,000.00 | 100.00 | 100.00 |
| OLIVER PEOPLES INC | OAKLEY INC | LOS ANGELES-CALIFORNIA | USD | 1.00 | 100.00 | 100.00 |
| OPSM GROUP PTY LIMITED | LUXOTTICA SOUTH PACIFIC PTY LIMITED | MACQUARIE PARK-NSW | AUD | 67,613,043.50 | 100.00 | 100.00 |
| OPTICAL PROCUREMENT SERVICES LLC | LUXOTTICA RETAIL NORTH AMERICA INC | DOVER | USD | 100.00 | 100.00 | 100.00 |
| OPTICAS GMO CHILE SA | SUNGLASS HUT IBERIA SLU | COMUNA DE HUECHURABA | CLP | 7,263,089.00 | 100.00 | 100.00 |
| | LUXOTTICA GROUP SPA | COMUNA DE HUECHURABA | CLP | 7,263,089.00 | 0.00 | 100.00 |
| OPTICAS GMO COLOMBIA SAS | SUNGLASS HUT IBERIA SLU | BOGOTA' | COP | 16,924,033,000.00 | 100.00 | 100.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|---|--|------------------------|----------------|----------------|-----------------------|----------------------|
| OPTICAS GMO ECUADOR SA | OPTICAS GMO PERU SAC | GUAYAQUIL | USD | 16,100,000.00 | 0.00 | 100.00 |
| | SUNGLASS HUT IBERIA SLU | GUAYAQUIL | USD | 16,100,000.00 | 100.00 | 100.00 |
| OPTICAS GMO PERU SAC | SUNGLASS HUT IBERIA SLU | LIMA | PEN | 34,631,139.00 | 100.00 | 100.00 |
| | OPTICAS GMO ECUADOR SA | LIMA | PEN | 34,631,139.00 | 0.00 | 100.00 |
| OPTOMEYES HOLDINGS PTY LTD(***). | LUXOTTICA RETAIL AUSTRALIA PTY LTD | HOBART/TASMANIA | AUD | 2,823.00 | 29.01 | 29.01 |
| OY LUXOTTICA FINLAND AB | LUXOTTICA GROUP SPA | ESPOO | EUR | 170,000.00 | 100.00 | 100.00 |
| PROTECTOR SAFETY INDUSTRIES PTY LTD | OPSM GROUP PTY LIMITED | MACQUARIE PARK-NSW | AUD | 2,486,250.00 | 100.00 | 100.00 |
| RAY BAN SUN OPTICS INDIA PRIVATE LIMITED | LUXOTTICA US HOLDINGS CORP | BHIWADI | RUP | 228,372,710.00 | 100.00 | 100.00 |
| | LUXOTTICA SUN CORP | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| | LUXOTTICA HOLLAND BV | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| | LUXOTTICA TRADING AND FINANCE LIMITED | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| | SUNGLASS HUT TRADING LLC | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| | ARNETTE OPTIC ILLUSIONS INC | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| | THE UNITED STATES SHOE CORPORATION | BHIWADI | RUP | 228,372,710.00 | 0.00 | 100.00 |
| RAYBAN AIR | LUXOTTICA GROUP SPA | AGORDO | EUR | 13,317,242.62 | 67.63 | 100.00 |
| | LUXOTTICA SRL | AGORDO | EUR | 13,317,242.62 | 32.37 | 100.00 |
| RAYS HOUSTON | SUNGLASS HUT TRADING LLC | MASON-OHIO | USD | 1.00 | 51.00 | 51.00 |
| SALMOIRAGHI & VIGANO' SPA(***). | LUXOTTICA GROUP SPA | MILAN | EUR | 12,008,639.00 | 36.80 | 36.80 |
| SGH BRASIL COMERCIO DE OCULOS LTDA | LUXOTTICA GROUP SPA | SAN PAOLO | BRL | 136,720,000.00 | 99.99 | 100.00 |
| | LUXOTTICA INTERNATIONAL DISTRIBUTION SRL | SAN PAOLO | BRL | 136,720,000.00 | 0.01 | 100.00 |
| SGH OPTICS MALAYSIA SDN BHD | LUXOTTICA RETAIL AUSTRALIA PTY LTD | KUALA LAMPUR | MYR | 3,000,002.00 | 100.00 | 100.00 |
| SPV ZETA OPTICAL COMMERCIAL AND TRADING (SHANGHAI) CO LTD | LUXOTTICA (CHINA) INVESTMENT CO LTD | SHANGHAI | CNR | 209,734,713.00 | 100.00 | 100.00 |
| SPV ZETA Optical Trading (Beijing) Co Ltd | LUXOTTICA (CHINA) INVESTMENT CO LTD | BEIJING | CNR | 682,231,000.00 | 100.00 | 100.00 |
| SUNGLASS DIRECT GERMANY GMBH | LUXOTTICA GROUP SPA | GRASBRUNN | EUR | 200,000.00 | 100.00 | 100.00 |
| SUNGLASS DIRECT ITALY SRL | LUXOTTICA GROUP SPA | MILANO | EUR | 200,000.00 | 100.00 | 100.00 |
| SUNGLASS FRAMES SERVICE SA DE CV | SUNGLASS HUT DE MEXICO SAPI DE CV | MEXICO CITY | MXN | 2,350,000.00 | 99.98 | 100.00 |
| | LUXOTTICA GROUP SPA | MEXICO CITY | MXN | 2,350,000.00 | 0.02 | 100.00 |
| SUNGLASS HUT (South East Asia) PTE LTD | LUXOTTICA HOLLAND BV | SINGAPORE | SGD | 10,100,000.00 | 100.00 | 100.00 |
| SUNGLASS HUT (THAILAND) CO LTD | LUXOTTICA SRL | KHET PATUMWAN, BANGKOK | THB | 45,000,000.00 | 3.00 | 49.00 |
| | LUXOTTICA GROUP SPA | KHET PATUMWAN, BANGKOK | THB | 45,000,000.00 | 46.00 | 49.00 |

| Company | Shareholder | Registered address | Local currency | Share capital | Direct % of ownership | Group % of Ownership |
|--|--|-------------------------|----------------|----------------|-----------------------|----------------------|
| SUNGLASS HUT AIRPORTS SOUTH AFRICA (PTY) LTD ^(*) | SUNGLASS HUT RETAIL SOUTH AFRICA (PTY) LTD | CAPE TOWN—OBSERVATORY | ZAR | 1,000.00 | 45.00 | 45.00 |
| SUNGLASS HUT AUSTRALIA PTY LIMITED | OPSM GROUP PTY LIMITED | MACQUARIE PARK-NSW | AUD | 46,251,012.00 | 100.00 | 100.00 |
| SUNGLASS HUT DE MEXICO SAPI DE CV | LUXOTTICA INTERNATIONAL DISTRIBUTION SRL | MEXICO CITY | MXN | 315,970.00 | 0.00 | 72.52 |
| | LUXOTTICA GROUP SPA | MEXICO CITY | MXN | 315,970.00 | 72.52 | 72.52 |
| SUNGLASS HUT FRANCE SASU | LUXOTTICA GROUP SPA | PARIS | EUR | 3,600,000.00 | 100.00 | 100.00 |
| SUNGLASS HUT HONG KONG LIMITED | OPSM GROUP PTY LIMITED | HONG KONG-HONG KONG | HKD | 115,000,002.00 | 0.00 | 100.00 |
| | PROTECTOR SAFETY INDUSTRIES PTY LTD | HONG KONG-HONG KONG | HKD | 115,000,002.00 | 100.00 | 100.00 |
| SUNGLASS HUT IBERIA SLU | LUXOTTICA GROUP SPA | BARCELONA | EUR | 8,147,795.20 | 100.00 | 100.00 |
| SUNGLASS HUT IRELAND LIMITED | LUXOTTICA RETAIL UK LTD | DUBLIN | EUR | 250.00 | 100.00 | 100.00 |
| SUNGLASS HUT MIDDLE EAST GENERAL TRADING LLC ^(**) | LUXOTTICA GROUP SPA | DUBAI | AED | 1,200,000.00 | 49.00 | 49.00 |
| SUNGLASS HUT NETHERLANDS BV | LUXOTTICA GROUP SPA | HEEMSTEDDE | EUR | 18,151.20 | 100.00 | 100.00 |
| SUNGLASS HUT PORTUGAL SA | SUNGLASS HUT IBERIA SLU | LISBON | EUR | 3,043,129.00 | 52.08 | 100.00 |
| | LUXOTTICA GROUP SPA | LISBON | EUR | 3,043,129.00 | 47.92 | 100.00 |
| SUNGLASS HUT RETAIL NAMIBIA (PTY) LTD | SUNGLASS HUT RETAIL SOUTH AFRICA (PTY) LTD | WINDHOEK | NAD | 100.00 | 100.00 | 100.00 |
| SUNGLASS HUT RETAIL SOUTH AFRICA (PTY) LTD | LUXOTTICA SOUTH AFRICA PTY LTD | CAPE TOWN—OBSERVATORY | ZAR | 900.00 | 100.00 | 100.00 |
| SUNGLASS HUT TRADING LLC | LUXOTTICA US HOLDINGS CORP | CLEVELAND-OHIO | USD | 1.00 | 100.00 | 100.00 |
| SUNGLASS HUT TURKEY GOZLUK TICARET ANONIM SIRKETI | LUXOTTICA GROUP SPA | CIGLI-IZMIR | LTL | 41,000,000.00 | 100.00 | 100.00 |
| SUNGLASS TIME (EUROPE) LIMITED | LUXOTTICA RETAIL UK LTD | ST ALBANS-HERTFORDSHIRE | GBP | 10,000.00 | 100.00 | 100.00 |
| SUNGLASS WORLD HOLDINGS PTY LIMITED | SUNGLASS HUT AUSTRALIA PTY LIMITED | MACQUARIE PARK-NSW | AUD | 13,309,475.00 | 100.00 | 100.00 |
| THE OPTICAL SHOP OF ASPEN INC | OAKLEY INC | LOS ANGELES-CALIFORNIA | USD | 1.00 | 100.00 | 100.00 |
| THE UNITED STATES SHOE CORPORATION | LUXOTTICA USA LLC | DOVER-DELAWARE | USD | 1.00 | 100.00 | 100.00 |

(*) Control through stockholders agreements

(**) Control through an investment which ensures a significant influence in the shareholders' meeting

(***) Consolidated using the equity method

Attachment 3

Certification of the consolidated financial statements pursuant to Article 154-bis of Legislative Decree 58/98.

1. The undersigned Leonardo Del Vecchio, as Executive Chairman, Massimo Vian, as Chief Executive Officer for Product and Operations and Stefano Grassi, as Chief Financial Officer of Luxottica Group S.p.A, having also taken into account the provisions of Article 154-bis, paragraphs 3 and 4, of Legislative Decree no. 58 of 24 February 1998, hereby certify:
 - the adequacy in relation to the characteristics of the Company and
 - the effective implementation of the administrative and accounting procedures for the preparation of the condensed consolidated financial statements during the period ending on June 30, 2016.
2. The assessment of the adequacy of the administrative and accounting procedures for the preparation of the condensed consolidated financial statements as of June 30, 2016 was based on a process developed by Luxottica Group S.p.A in accordance with the model of Internal Control—Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission which is a framework generally accepted internationally.
3. It is also certified that:
 - 3.1 the condensed consolidated financial statements as of June 30, 2016:
 - a) have been prepared in accordance with International Accounting Standards recognized in the European Union under EC Regulation no. 1606/2002 of the European Parliament and of the Council of July 19, 2002, in particular with IAS 34, Interim Financial Reporting, and the provisions which implement Art. 9 of Legislative Decree no. 38/205 issued in implementation of Article 9 of Legislative Decree no. 38/205;
 - b) are consistent with the entries in the accounting books and records;
 - c) are suitable for providing a truthful and accurate representation of the financial and economic situation of the issuer as well as of the companies included within the scope of consolidation.
 - 3.2 The management report on of the condensed consolidated financial statements includes a reliable analysis of operating trends and results for the period as well as the condition of the issuer and of the companies included within the scope of consolidation. The management report also includes a description of the primary risks and uncertainties to which the Group is exposed.

Milan, July 27, 2016

Leonardo Del Vecchio
(Executive Chairman)

Massimo Vian
(Chief Executive Officer—Product and Operations)

Stefano Grassi
(Manager charged with preparing the Company's financial reports)

Attachment 4

REVIEW REPORT ON CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

To the Shareholders of
Luxottica Group SpA

Foreword

We have reviewed the accompanying condensed consolidated interim financial statements of Luxottica Group SpA and its subsidiaries (“Luxottica Group”) as of 30 June 2016 and for the six-month period then ended, comprising the statement of financial position, the statement of income, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows and the related notes. The Directors of Luxottica Group SpA are responsible for the preparation of the condensed consolidated interim financial statements in accordance with International Accounting Standard 34 applicable to interim financial reporting (IAS 34), as adopted by the European Union. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of review

We conducted our work in accordance with the criteria for a review recommended by Consob in Resolution No. 10867 of 31 July 1997. A review of condensed consolidated interim financial statements consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than a full-scope audit conducted in accordance with International Standards on Auditing (ISA Italia) 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 on the condensed consolidated interim financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements of the Luxottica Group as of 30 June 2016 and for the six-month period then ended are not prepared, in all material respects, in accordance with International Accounting Standard 34 applicable to interim financial reporting (IAS 34), as adopted by the European Union.

Milan, 27 July 2016

PricewaterhouseCoopers SpA

Signed by

Stefano Bravo
(Partner)

This report has been translated into English from the Italian original solely for the convenience of international readers.



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LUXOTTICA SRL
AGORDO, BELLUNO ITALY

OAKLEY ICON LIMITED
DUBLIN - IRELAND

LUXOTTICA BRASIL PRODUTOS OTICOS E ESPORTIVOS LTDA
SÃO PAULO - BRAZIL

OAKLEY SPORT INTERNATIONAL SRL
AGORDO, BELLUNO - ITALY

LUXOTTICA TRADING AND FINANCE LIMITED
DUBLIN - IRELAND

LUXOTTICA AUSTRALIA PTY LTD
MACQUARIE PARK - NEW SOUTH WALES (AUSTRALIA)

LUXOTTICA BELGIUM NV
BERCHEM - BELGIUM

LUXOTTICA NORDIC AB
STOCKHOLM - SWEDEN

OPSM GROUP PTY LIMITED
MACQUARIE PARK - NEW SOUTH WALES (AUSTRALIA)

LUXOTTICA FASHION BRILLEN VERTRIEBS GMBH
GRASBRUNN - GERMANY

LUXOTTICA NORTH EUROPE LTD
ST. ALBANS - HERTFORDSHIRE (UK)

LUXOTTICA MIDDLE EAST FZE
DUBAI - DUBAI (UNITED ARAB EMIRATES)

LUXOTTICA FRANCE SASU
VALBONNE - FRANCE

LUXOTTICA VERTRIEBSGESELLSCHAFT MBH
VIENNA - AUSTRIA

MIRARI JAPAN CO LTD
TOKYO - JAPAN

LUXOTTICA GOZLUK ENDUSTRI VE TICARET AS
CIGLI - IZMIR - TURKEY

LUXOTTICA U.S. HOLDINGS CORP.
PORT WASHINGTON - NEW YORK (USA)

LUXOTTICA SOUTH AFRICA PTY LTD
CAPE TOWN - OBSERVATORY (SOUTH AFRICA)

LUXOTTICA HELLAS AE
PALLINI - GREECE

LUXOTTICA USA LLC
PORT WASHINGTON - NEW YORK (USA)

RAYBAN SUN OPTICS INDIA PRIVATE LTD
GURGAON - HARYANA (INDIA)

LUXOTTICA IBERICA SAU
BARCELONA - SPAIN

LUXOTTICA CANADA INC.
NEW BRUNSWICK (CANADA)

LUXOTTICA TRISTAR (DONGGUAN) OPTICAL CO LTD
DONG GUAN CITY, GUANGDONG - CHINA

LUXOTTICA NEDERLAND BV
HEEMSTEDE - HOLLAND

LUXOTTICA NORTH AMERICA DISTRIBUTION LLC
MASON - OHIO (USA)

LUXOTTICA KOREA LTD
SEOUL - KOREA

LUXOTTICA OPTICS LTD
TEL AVIV - ISRAEL

LUXOTTICA RETAIL NORTH AMERICA INC.
MASON - OHIO (USA)

LUXOTTICA SOUTH PACIFIC HOLDINGS PTY LIMITED
MACQUARIE PARK - NEW SOUTH WALES (AUSTRALIA)

LUXOTTICA POLAND SP ZOO
KRAKÓW - POLAND

SUNGLASS HUT TRADING, LLC
MASON - OHIO (USA)

LUXOTTICA (CHINA) INVESTMENT CO. LTD.
SHANGHAI - CHINA

LUXOTTICA PORTUGAL-COMERCIO DE OPTICA SA
LISBON - PORTUGAL

EYEMED VISION CARE LLC
MASON - OHIO (USA)

LUXOTTICA WHOLESALE (THAILAND) LTD
BANGKOK THAILAND

LUXOTTICA (SWITZERLAND) AG
ZURICH - SWITZERLAND

LUXOTTICA RETAIL CANADA INC.
NEW BRUNSWICK (CANADA)

LUXOTTICA WHOLESALE MALAYSIA SDN BHD
KUALA LUMPUR - MALAYSIA

LUXOTTICA CENTRAL EUROPE KFT
BUDAPEST - HUNGARY

OAKLEY, INC.
FOOTHILL RANCH - CALIFORNIA (USA)

LUXOTTICA SOUTH EASTERN EUROPE LTD
NOVIGRAD - CROATIA

LUXOTTICA MEXICO SA DE CV
MEXICO CITY - MEXICO

LUXOTTICA RETAIL UK LIMITED
ST. ALBANS - HERTFORDSHIRE (UK)

OPTICAS GMO CHILE SA
SANTIAGO - CHILE

LUXOTTICA RUS LLC
MOSCOW - RUSSIA

LUXOTTICA ARGENTINA SRL
BUENOS AIRES - ARGENTINA
www.luxottica.com

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

LUXOTTICA GROUP S.p.A.

Date: July 27, 2016

By: /s/ Stefano Grassi

STEFANO GRASSI
Chief Financial Officer