

7.3.6. Buyback by the Company of its own shares

7.3.6.1. Information concerning share buybacks during the 2020 financial year

In 2020, the Company made no buybacks of its own shares. At its meeting held on 12 May 2020, the Board of Directors decided to renounce to any share buyback operations for the whole of 2020⁽¹⁾.

The following table summarises the information on share buybacks:

Date of authorisation of the Annual General Meeting	11 th resolution of 30 June 2020
Authorisation expiry date	29 December 2021
Maximum amount of authorised buybacks	10% of the share capital on the date of the buybacks (<i>i.e.</i> as in indication, 55,811,720 shares at 31 December 2019)
Maximum purchase price per share (excluding costs)	€350
Authorised purposes	Cancellation Employee shareholding Free grants of shares Liquidity and market stabilisation External growth
Board of Directors' meeting that decided on the buybacks	N/A
Purpose of buybacks	N/A
Period of buybacks made	N/A
Number of shares bought back	N/A
Average purchase price per share	N/A
Use of shares bought back	N/A

7.3.6.2. Transactions carried out by L'Oréal with respect to its shares in 2020

At 31 December 2020, the Company held none of its own shares.

The Company carried out no share buybacks in 2020.

3,771,125 shares were cancelled during the last 24 months.

No use was made of derivatives to make the share buybacks. There was no open purchase or sale position at 31 December 2020.

7.3.6.3. Renewal by the Annual General Meeting of the authorisation given to the Board to trade in the Company's shares

By voting a new resolution, the Annual General Meeting could give the Board of Directors the means to enable it to continue with the buyback policy.

This authorisation would be given for a maximum period of 18 months as from the date of the Annual General Meeting and the purchase price per share could not exceed €400 (excluding expenses); it being specified that in the event a public offer by a third party for the shares of the Company is filed, the Board of Directors will not be able to use this authorisation during the public offer period without the prior authorisation of the Annual General Meeting.

The Company would be able to buy its own shares for the following purposes:

- cancelling them;
- selling them within the scope of employee share ownership programmes and allocating them to free grants of shares for the benefit of employees, directors and corporate officers of the L'Oréal Group;
- market-making under a liquidity agreement; and
- retaining the shares and subsequently using them as payment in connection with external growth transactions.

The authorisation would concern up to 10% of the share capital, *i.e.*, as an indication, 55,987,158 shares for a maximum amount of €22,394,863,200 at 31 December 2020; it being specified that the Company may not at any time hold more than 10% of its own share capital.

The purchase, sale, exchange or transfer of these shares may be carried out by any means on one or more occasions, on or off the stock market, including in whole or in part, through the acquisition, sale, exchange or transfer of blocks of shares. These means include the use of all financial instruments and derivatives (see Resolution 16 presented in the draft resolutions).

(1) See the press release issued on 12 May 2020 on the [loreal-finance.com](https://www.loreal-finance.com) website.