

The CNMC investigates possible anti-competitive practices in the sector of professional hairdressing products

- The alleged practices consist of imposing resale prices and other commercial conditions on the distributors in the sector.
- From 23 to 25 May, the CNMC carried out dawn raids at the premises of a company operating in this market.
- These dawn raids or inspections are a preliminary step leading to the possible formal initiation of disciplinary proceedings.

Madrid, 2 June 2023.- The Spanish National Markets and Competition Commission (CNMC) is investigating possible anti-competitive practices consisting of imposing resale prices and other commercial conditions on distributors in the professional hairdressing products sector.

These practices are contrary to Article 1 of the <u>Spanish Competition Act</u> (LDC) and Article 101 of the Treaty on the Functioning of the European Union (TFEU).

From 23 to 25 May, the CNMC carried out dawn raids at the premises of a company operating in this market. These inspections are part of an investigation opened by the CNMC following a complaint.

Inspections or dawn raids are a preliminary step in the investigation process of alleged anti-competitive practices and do not prejudge the outcome of the **investigation** or the culpability of the concerned companies. If the CNMC finds any evidence of practices prohibited by the Spanish Competition Act or the Treaty on the Functioning of the European Union as a result of the inspections, it will formally initiate disciplinary proceedings.

The CNMC would like to point out that vertical restrictions constitute a very serious infringement of competition law, which can lead to fines of up to 10% of the total turnover of the infringing companies.

