

LA FINANCIERE ATALIAN - CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

in thousands of euros

ASSETS	<u>1st Quarter 2016</u>	<u>Year ended August 31, 2015</u>	<u>1st Quarter 2015</u>
Goodwill	428,791	425,744	421,945
Intangible assets	10,176	10,138	9,079
Property, plant and equipment	54,994	54,860	41,469
Other non-current financial assets	20,605	19,398	15,741
Deferred tax assets	51,636	51,656	48,788
NON CURRENT ASSETS	566,202	561,796	537,022
Inventories	3,371	3,609	3,113
Prepayment to suppliers	865	623	4,035
Trade receivables	230,281	245,117	235,990
Current tax assets	1,769	1,662	3,326
Other current financial assets	149,323	146,702	115,362
Cash and cash equivalents	46,742	56,324	59,106
CURRENT ASSETS	432,351	454,037	420,932
Assets held for sale and discontinued operations	-	-	-
TOTAL ASSETS	998,553	1,015,833	957,954
EQUITY AND LIABILITIES	<u>1st Quarter 2016</u>	<u>Year ended August 31, 2015</u>	<u>1st Quarter 2015</u>
Equity			
- Share capital	112,693	112,728	113,983
- Share premium and other reserves	6,783	(2,900)	6,410
- Foreign exchange translation reserves	(5,016)	(5,198)	(1,024)
- Net income for the year	3,197	10,304	3,350
Total equity attributable to owners of the Company	117,657	114,934	122,719
Total equity attributable to non-controlling interests	18,561	17,071	15,385
TOTAL EQUITY	136,218	132,005	138,104
Non current borrowings	262,357	260,659	257,171
Non-current provisions	9,413	9,394	8,705
Deferred tax liabilities	153	152	110
NON CURRENT LIABILITIES	271,923	270,205	265,986
Prepayment received from customers	362	323	511
Current borrowings	56,313	58,429	63,909
Current tax liabilities	5,240	8,125	2,780
Trade payables	129,281	146,972	121,518
Current provisions	17,091	17,089	18,487
Other current liabilities	375,211	379,381	343,288
Bank overdrafts and other cash position items	4,920	1,975	3,184
Instruments financiers	1,994	1,329	187
CURRENT LIABILITIES	590,412	613,623	553,864
Liabilities related to assets held for sale and discontinued operations	-	-	-
TOTAL EQUITY AND LIABILITIES	998,553	1,015,833	957,954

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CONSOLIDATED INCOME STATEMENT

in thousands of euros

	<u>1st Quarter</u> <u>2016</u>	<u>1st Quarter</u> <u>2015</u>	<u>As of August</u> <u>31, 2015</u>
REVENUE	354,245	322,440	1,332,368
Raw materials & consumables used	(79,457)	(68,703)	(290,291)
External expenses	(21,237)	(21,334)	(81,936)
Staff costs	(227,476)	(206,565)	(850,937)
Taxes (other than on income)	(4,812)	(5,696)	(23,000)
Other operating revenue	1,741	1,034	9,830
Other operating expenses	(1,883)	(1,173)	(6,425)
OPERATING INCOME BEFORE DEPRECIATION, AMORTIZATION PROVISIONS AND IMPAIRMENT LOSSES	21,121	20,003	89,609
Depreciation and amortization, net	(6,033)	(5,182)	(23,815)
Provisions and impairment losses, net	(516)	(564)	(2,603)
OPERATING PROFIT	14,572	14,257	63,191
Expenses on gross debt	(6,988)	(6,669)	(26,842)
Income from cash and cash equivalents	58	35	675
NET FINANCE COSTS	(6,930)	(6,634)	(26,167)
Other financial income and expenses	500	190	232
NET FINANCIAL EXPENSE	(6,430)	(6,444)	(25,935)
Income tax expense	(4,259)	(3,810)	(13,867)
Share of net income (loss) of other equity-accounted entities	(7)	-	100
NET INCOME (LOSS) FROM CONTINUING OPERATIONS	3,876	4,003	23,489
Net income (loss) from discontinued operations	-	-	(10,602)
NET INCOME FOR THE YEAR	3,876	4,003	12,887
Attributable to owners of the Company	3,198	3,350	10,304
Attributable to non-controlling interests	678	653	2,583

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CONSOLIDATED CASH FLOW STATEMENT

in thousands of euros

		<u>1st Quarter</u> 2016	<u>1st Quarter</u> 2015	<u>As of August</u> 31, 2015
I - CASH FLOW FROM CONTINUING OPERATIONS				
A - NET CASH FROM OPERATING ACTIVITIES				
<u>Operating cash flow before changes in working capital:</u>				
Net income for the year		3,875	4,003	13,543
Share of net income (loss) of associates		7	-	(100)
Operating depreciation, amortization, provisions and impairment losses		6,549	5,738	26,452
Gains/losses on disposal and dilution		768	(1,540)	12,341
Other non cash items		-	-	(207)
<u>Operating cash flow before changes in working capital</u>		11,199	8,201	52,029
Net finance costs		6,930	6,634	26,167
Income tax expense		4,259	3,810	13,867
<u>Operating cash flow before changes in working capital, net finance costs and income tax expense</u>		22,388	18,645	92,063
Income taxes paid		(7,949)	(6,966)	(12,120)
Changes in operating working capital		(8,012)	(18,989)	(4,320)
Net operating cash from discontinued operations				262
NET CASH FROM OPERATING ACTIVITIES	A	6,427	(7,310)	75,885
B - NET CASH USED IN INVESTING ACTIVITIES				
Purchases of intangible assets, property, plant and equipment		(5,468)	(4,161)	(18,060)
Change in net payables due on intangible assets, property, plant and equipment		(154)	79	725
Proceeds on disposal of intangible assets, property, plant and equipment				
<u>Changes in consolidation scope</u>				
Purchases of consolidated companies less cash held by subsidiaries acquired or sold		(3,673)	(6,037)	(32,119)
Other cash flows from investing activities		(713)	319	689
Net investing cash from discontinued operations				(1,057)
NET CASH USED IN INVESTING ACTIVITIES	B	(10,008)	(9,800)	(49,822)
C - NET CASH USED IN FINANCING ACTIVITIES				
Operations in share capital		-	-	(3,000)
<u>Dividends paid</u>				
Dividends paid to shareholders of the parent company		-	-	(4,500)
Dividends paid to non-controlling interests		-	-	-
New non-current borrowings		(1,482)	11,708	10,729
Principal payments on non-current borrowings		(4,496)	(2,728)	(13,267)
Net finance costs		(6,930)	(6,634)	(26,167)
Non-cash interest expenses		4,957	4,943	1,682
Other cash flows from financing activities		10		(360)
Net financing cash from discontinued operations				384
NET CASH USED IN FINANCING ACTIVITIES	C	(7,941)	7,289	(34,499)
D - EFFECT OF FOREIGN EXCHANGE RATE CHANGES AND OTHER	D	(1,005)	189	(2,769)
CHANGE IN NET CASH AND CASH EQUIVALENTS (A + B + C + D)		(12,527)	(9,632)	(11,205)
NET CASH AT THE BEGINNING OF THE YEAR				
		54,349	65,554	65,554
Net cash flows for the period		(12,527)	(9,632)	(11,205)
NET CASH AT THE END OF THE YEAR		41,822	55,922	54,349