

LA FINANCIERE ATALIAN - CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

in thousands of euros

ASSETS	<u>1st Half 2015</u>	<u>Year ended August 31, 2014</u>	<u>1st Half 2014</u>
Goodwill	432,086	420,468	409,560
Intangible assets	9,358	9,300	8,664
Property, plant and equipment	41,612	40,486	41,814
Other non-current financial assets	18,258	16,006	11,639
Deferred tax assets	49,327	49,334	48,814
NON CURRENT ASSETS	550,641	535,594	520,491
Inventories	5,541	2,975	2,698
Prepayment to suppliers	1,246	3,218	1,202
Trade receivables	248,600	208,016	205,068
Current tax assets	2,461	1,349	2,113
Other current financial assets	104,198	107,332	65,149
Cash and cash equivalents	63,086	69,737	64,237
CURRENT ASSETS	425,132	392,627	340,467
Assets held for sale and discontinued operations	-	-	-
TOTAL ASSETS	975,773	928,221	860,958
EQUITY AND LIABILITIES	<u>1st Half 2015</u>	<u>Year ended August 31, 2014</u>	<u>1st Half 2014</u>
Equity			
- Share capital	113,983	113,983	115,625
- Share premium and other reserves	1,589	(4,428)	(978)
- Foreign exchange translation reserves	(1,444)	(915)	(833)
- Net income for the year	9,965	11,914	3,288
Total equity attributable to owners of the Company	124,093	120,554	117,102
Total equity attributable to non-controlling interests	15,517	12,592	8,522
TOTAL EQUITY	139,610	133,146	125,624
Non current borrowings	259,077	254,076	258,911
Non-current provisions	8,778	8,770	6,190
Deferred tax liabilities	111	110	146
NON CURRENT LIABILITIES	267,966	262,956	265,247
Prepayment received from customers	223	313	472
Current borrowings	61,952	51,575	42,338
Current tax liabilities	5,396	3,871	4,406
Trade payables	126,134	115,395	114,322
Current provisions	19,298	18,591	17,503
Other current liabilities	349,019	338,191	288,100
Bank overdrafts and other cash position items	4,962	4,183	2,946
Financial instruments	1,213	-	-
CURRENT LIABILITIES	568,197	532,119	470,087
Liabilities related to assets held for sale and discontinued operations	-	-	-
TOTAL EQUITY AND LIABILITIES	975,773	928,221	860,958

LA FINANCIERE ATALIAN - CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENT

in thousands of euros

	<u>1st Half 2015</u>	<u>1st Half 2014</u>	<u>2nd Quarter 2015</u>	<u>2nd Quarter 2014</u>	<u>As of August 31, 2014</u>
REVENUE	655,975	632,033	333,535	311,692	1,266,700
Raw materials & consumables used	(143,822)	(138,622)	(75,119)	(66,724)	(270,999)
External expenses	(41,833)	(41,637)	(20,499)	(19,723)	(80,839)
Staff costs	(415,473)	(398,794)	(208,908)	(197,098)	(802,154)
Taxes (other than on income)	(11,370)	(11,452)	(5,674)	(5,996)	(22,406)
Other operating revenue	2,111	1,200	1,077	821	7,920
Other operating expenses	(2,708)	(3,696)	(1,536)	(2,356)	(11,119)
OPERATING INCOME BEFORE DEPRECIATION, AMORTIZATION PROVISIONS AND IMPAIRMENT LOSSES	42,880	39,032	22,876	20,616	87,103
Depreciation and amortization, net	(10,386)	(10,102)	(5,204)	(4,969)	(22,519)
Provisions and impairment losses, net	(249)	(3,223)	316	(2,257)	(5,073)
OPERATING PROFIT	32,245	25,707	17,988	13,390	59,511
Expenses on gross debt	(13,602)	(13,545)	(6,933)	(6,844)	(27,048)
Income from cash and cash equivalents	408	125	373	52	339
NET FINANCE COSTS	(13,194)	(13,420)	(6,560)	(6,792)	(26,709)
Other financial income and expenses	437	(38)	247	74	(1,422)
NET FINANCIAL EXPENSE	(12,757)	(13,458)	(6,313)	(6,718)	(28,131)
Income tax expense	(7,879)	(8,047)	(4,069)	(3,719)	(16,307)
Share of net income (loss) of other equity-accounted entities	-	(103)	-	(103)	(91)
NET INCOME (LOSS) FROM CONTINUING OPERATIONS	11,609	4,099	7,606	2,850	14,982
Net income (loss) from discontinued operations	-	-	-	-	-
NET INCOME FOR THE PERIOD	11,609	4,099	7,606	2,850	14,982
Attributable to owners of the Company	9,965	3,288	6,617	2,549	11,914
Attributable to non-controlling interests	1,644	811	989	301	3,068

LA FINANCIERE ATALIAN - CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED CASH FLOW STATEMENT

in thousands of euros

	<u>1st Half</u> <u>2015</u>	<u>1st Half</u> <u>2014</u>	<u>2nd Quarter</u> <u>2015</u>	<u>2nd</u> <u>Quarter</u> <u>2014</u>	<u>As of</u> <u>August 31,</u> <u>2014</u>
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	11,609	4,099	7,606	2,850	14,982
- Share of net income (loss) of associates	-	103	-	103	91
- Operating depreciation, amortization, provisions and impairment losses	10,619	13,317	4,881	7,228	27,872
- Gains/losses on disposal and dilution	(468)	-	1,072	-	853
- Other non cash items	(108)	(17)	(108)	(55)	(3)
<u>Operating cash flow before changes in working capital</u>	<u>21,652</u>	<u>17,502</u>	<u>13,451</u>	<u>10,126</u>	<u>43,795</u>
- Net finance costs	13,194	13,420	6,560	6,792	26,709
- Income tax expense	7,879	8,047	4,069	3,719	16,307
<u>Operating cash flow before changes in working capital, net finance costs and income tax expense</u>	<u>42,725</u>	<u>38,969</u>	<u>24,080</u>	<u>20,637</u>	<u>86,811</u>
Income taxes paid	(7,445)	(7,194)	(479)	1,652	(15,259)
Changes in operating working capital	(12,444)	5,526	6,545	9,908	4,340
NET CASH FROM OPERATING ACTIVITIES A	22,836	37,301	30,146	32,197	75,892
B - NET CASH USED IN INVESTING ACTIVITIES					
Purchases of intangible assets, property, plant and equipment	(7,070)	(6,375)	(2,909)	(3,355)	(14,409)
Change in net payables due on intangible assets, property, plant and equipment					
Proceeds on disposal of intangible assets, property, plant and equipment	238	568	159	485	841
<u>Changes in consolidation scope</u>					
Purchases of consolidated companies less cash held by subsidiaries acquired or sold	(15,132)	(2,723)	(9,095)	(2,673)	(15,434)
Other cash flows from investing activities	(1,953)	704	(2,272)	85	(3,726)
NET CASH USED IN INVESTING ACTIVITIES B	(23,917)	(7,826)	(14,117)	(5,458)	(32,728)
C - NET CASH USED IN FINANCING ACTIVITIES					
Operations in share capital	-	-	-	-	(8,807)
Equity warrant buy-back	-	(5,160)	-	(1,560)	-
<u>Dividends paid</u>					
Dividends paid to shareholders of the parent company	(4,501)	(3,000)	(4,501)	(3,000)	(3,000)
Dividends paid to non-controlling interests	-	-	-	-	(58)
New non-current borrowings	15,463	8,694	3,755	3,236	21,912
Principal payments on non-current borrowings	(5,514)	(6,607)	(2,786)	(4,081)	(13,148)
Net finance costs	(13,194)	(13,420)	(6,560)	(6,792)	(26,709)
Non-cash interest expenses	836	484	(4,107)	(4,265)	1,594
Other cash flows from financing activities		-		(311)	(45)
NET CASH USED IN FINANCING ACTIVITIES C	(6,910)	(19,009)	(14,199)	(16,773)	(28,261)
D - EFFECT OF FOREIGN EXCHANGE RATE CHANGES AND OTHER D	561	(88)	372	(61)	(262)
CHANGE IN NET CASH AND CASH EQUIVALENTS (A + B + C + D)	(7,430)	10,378	2,202	9,905	14,641
NET CASH AT THE BEGINNING OF THE PERIOD	65,554	50,913	55,922	51,386	50,913
Net cash flows for the period	(7,430)	10,378	2,202	9,905	14,641
NET CASH AT THE END OF THE PERIOD	58,124	61,291	58,124	61,291	65,554