

LA FINANCIERE ATALIAN - CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

in thousands of euros

ASSETS	<u>1st Half 2016</u>	<u>Year ended August 31, 2015</u>	<u>1st Half 2015</u>
Goodwill	470 871	425 744	432 086
Intangible assets	9 698	10 138	9 358
Property, plant and equipment	64 194	54 860	41 612
Other non-current financial assets	26 237	19 398	18 258
Deferred tax assets	60 063	51 656	49 327
NON CURRENT ASSETS	631 063	561 796	550 641
Inventories	4 779	3 609	5 541
Prepayment to suppliers	1 874	623	1 246
Trade receivables	341 498	245 117	248 600
Current tax assets	3 401	1 662	2 461
Other current financial assets	154 245	146 702	104 198
Cash and cash equivalents	98 874	56 324	63 086
CURRENT ASSETS	604 671	454 037	425 132
Assets held for sale and discontinued operations	-	-	-
TOTAL ASSETS	1 235 734	1 015 833	975 773
EQUITY AND LIABILITIES	<u>1st Half 2016</u>	<u>Year ended August 31, 2015</u>	<u>1st Half 2015</u>
Equity			
- Share capital	112 728	112 728	113 983
- Share premium and other reserves	1 229	(2 900)	1 589
- Foreign exchange translation reserves	(5 699)	(5 198)	(1 444)
- Net income for the year	6 998	10 304	9 965
Total equity attributable to owners of the Company	115 256	114 934	124 093
Total equity attributable to non-controlling interests	18 347	17 071	15 517
TOTAL EQUITY	133 603	132 005	139 610
Non current borrowings	443 049	260 659	259 077
Non-current provisions	9 531	9 394	8 778
Deferred tax liabilities	695	152	111
NON CURRENT LIABILITIES	453 275	270 205	267 966
Prepayment received from customers	491	323	223
Current borrowings	19 389	58 429	61 952
Current tax liabilities	9 203	8 125	5 396
Trade payables	167 409	146 972	126 134
Current provisions	17 378	17 089	19 298
Other current liabilities	428 734	379 381	349 019
Bank overdrafts and other cash position items	4 654	1 975	4 962
Financial instruments	1 598	1 329	1 213
CURRENT LIABILITIES	648 856	613 623	568 197
Liabilities related to assets held for sale and discontinued operations	-	-	-
TOTAL EQUITY AND LIABILITIES	1 235 734	1 015 833	975 773

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CONSOLIDATED INCOME STATEMENT

in thousands of euros

	<u>1st Half 2016</u>	<u>1st Half 2015</u>	<u>2nd Quarter 2016</u>	<u>2nd Quarter 2015</u>	<u>As of August 31, 2015</u>
REVENUE	761 496	655 975	407 251	333 535	1 332 368
Raw materials & consumables used	(160 036)	(143 822)	(80 579)	(75 119)	(290 291)
External expenses	(44 455)	(41 833)	(23 218)	(20 499)	(81 936)
Staff costs	(503 103)	(415 473)	(275 627)	(208 908)	(850 937)
Taxes (other than on income)	(10 210)	(11 370)	(5 398)	(5 674)	(23 000)
Other operating revenue	4 744	2 111	3 003	1 077	9 830
Other operating expenses	(4 472)	(2 708)	(2 589)	(1 536)	(6 425)
OPERATING INCOME BEFORE DEPRECIATION, AMORTIZATION PROVISIONS AND IMPAIRMENT LOSSES	43 964	42 880	22 843	22 876	89 609
Depreciation and amortization, net	(12 030)	(10 386)	(5 997)	(5 204)	(23 815)
Provisions and impairment losses, net	(327)	(249)	189	316	(2 603)
OPERATING PROFIT	31 607	32 245	17 035	17 988	63 191
Expenses on gross debt	(14 307)	(13 602)	(7 319)	(6 933)	(26 842)
Income from cash and cash equivalents	92	408	34	373	675
NET FINANCE COSTS	(14 215)	(13 194)	(7 285)	(6 560)	(26 167)
Other financial income and expenses	(536)	437	(1 036)	247	232
NET FINANCIAL EXPENSE	(14 751)	(12 757)	(8 321)	(6 313)	(25 935)
Income tax expense	(8 432)	(7 879)	(4 173)	(4 069)	(13 867)
Share of net income (loss) of other equity-accounted entities	(8)	-	(1)	-	100
NET INCOME (LOSS) FROM CONTINUING OPERATIONS	8 416	11 609	4 540	7 606	23 489
Net income (loss) from discontinued operations		-		-	(10 602)
NET INCOME FOR THE PERIOD	8 416	11 609	4 540	7 606	12 887
Attributable to owners of the Company	6 998	9 965	3 800	6 617	10 304
Attributable to non-controlling interests	1 418	1 644	740	989	2 583

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CONSOLIDATED CASH FLOW STATEMENT

in thousands of euros

	<u>1st Half</u> <u>2016</u>	<u>1st Half</u> <u>2015</u>	<u>2nd Quarter</u> <u>2016</u>	<u>2nd</u> <u>Quarter</u> <u>2015</u>	<u>As of</u> <u>August 31,</u> <u>2015</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	8 416	11 609	4 540	7 606	13 543
- Share of net income (loss) of associates	8	-	1	-	(100)
- Operating depreciation, amortization, provisions and impairment losses	12 231	10 619	5 682	4 881	26 452
- Gains/losses on disposal and dilution	236	(468)	(531)	1 072	12 341
- Other non cash items	(5)	(108)	(5)	(108)	(207)
<u>Operating cash flow before changes in working capital</u>	<u>20 886</u>	<u>21 652</u>	<u>9 687</u>	<u>13 451</u>	<u>52 029</u>
- Net finance costs	14 215	13 194	7 285	6 560	26 167
- Income tax expense	8 432	7 879	4 173	4 069	13 867
<u>Operating cash flow before changes in working capital, net finance costs and income tax expense</u>	<u>43 533</u>	<u>42 725</u>	<u>21 145</u>	<u>24 080</u>	<u>92 063</u>
Income taxes paid	(8 441)	(7 445)	(492)	(479)	(12 120)
Changes in operating working capital	(40 272)	(12 444)	(32 260)	6 545	(4 320)
Net operating cash from discontinued operations					262
NET CASH FROM OPERATING ACTIVITIES	A	(5 180)	22 836	(11 607)	30 146
B - NET CASH USED IN INVESTING ACTIVITIES					
Purchases of intangible assets, property, plant and equipment	(11 211)	(7 070)	(5 743)	(2 909)	(18 060)
Change in net payables due on intangible assets, property, plant and equipment					
Proceeds on disposal of intangible assets, property, plant and equipment	1 015	238	1 169	159	725
<u>Changes in consolidation scope</u>					
Purchases of consolidated companies less cash held by subsidiaries acquired or sold	(60 665)	(15 132)	(57 149)	(9 095)	(32 119)
Other cash flows from investing activities	(870)	(1 953)		(2 272)	689
Net investing cash from discontinued operations					(1 057)
NET CASH USED IN INVESTING ACTIVITIES	B	(71 731)	(23 917)	(61 723)	(14 117)
C - NET CASH USED IN FINANCING ACTIVITIES					
Operations in share capital	-	-		-	(3 000)
Equity warrant buy-back	-	-	-	-	-
<u>Dividends paid</u>					
Dividends paid to shareholders of the parent company	(4 800)	(4 501)	(4 800)	(4 501)	(4 500)
Dividends paid to non-controlling interests	-	-		-	-
New non-current borrowings	177 713	15 463	179 195	3 755	10 729
Principal payments on non-current borrowings	(44 539)	(5 514)	(40 053)	(2 786)	(13 267)
Net finance costs	(14 215)	(13 194)	(7 285)	(6 560)	(26 167)
Non-cash interest expenses	2 340	836	(2 617)	(4 107)	1 682
Other cash flows from financing activities	807	-	807	-	(360)
Net investing cash from discontinued operations					384
NET CASH USED IN FINANCING ACTIVITIES	C	117 306	(6 910)	125 247	(34 499)
D - EFFECT OF FOREIGN EXCHANGE RATE CHANGES AND OTHER	D	(524)	561	481	372
CHANGE IN NET CASH AND CASH EQUIVALENTS (A + B + C + D)		39 871	(7 430)	52 398	2 202
NET CASH AT THE BEGINNING OF THE PERIOD		54 349	65 554	41 822	55 922
Net cash flows for the period		39 871	(7 430)	52 398	(11 205)
NET CASH AT THE END OF THE PERIOD		94 220	58 124	94 220	58 124