

# LA FINANCIÈRE ATALIAN

## UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



  
**ATALIAN**  
GLOBAL SERVICES

# LA FINANCIÈRE ATALIAN

## UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FIRST SIX MONTHS ENDED JUNE 30, 2024)

### CONSOLIDATED INCOME STATEMENT

In millions of euros	Note	June 30, 2024	June 30, 2023 Restated
<b>NET SALES</b>	<b>6</b>	<b>1 001,1</b>	<b>992,5</b>
Raw materials, consumables used & sub-contracting		(217,6)	(208,9)
External expenses		(35,8)	(40,5)
Staff costs	7.1	(697,4)	(688,8)
Taxes (other than on income)		(14,2)	(13,8)
Other operating income		6,0	5,1
Other operating expenses		(2,2)	(2,4)
<b>OPERATING INCOME BEFORE DEPRECIATION, AMORTIZATION AND IMPAIRMENT LOSS</b>	<b>5 / 6</b>	<b>39,9</b>	<b>43,3</b>
Depreciation and amortization, net	6.2	(26,6)	(27,3)
Other income and expenses	6.3	(17,9)	(3,6)
<b>OPERATING PROFIT (LOSS)</b>		<b>(4,6)</b>	<b>12,4</b>
Financial debt cost	12.3	(44,2)	(43,9)
Income from cash and cash equivalents	12.3	6,0	1,1
<b>NET FINANCIAL DEBT COST</b>	<b>12.3</b>	<b>(38,1)</b>	<b>(42,8)</b>
Other net financial income and expenses	12.3	2,5	11,1
<b>NET FINANCIAL EXPENSES</b>	<b>12.3</b>	<b>(35,6)</b>	<b>(31,7)</b>
Income tax expenses		(5,2)	(6,9)
<b>NET INCOME (LOSS) FROM CONTINUING OPERATIONS</b>		<b>(45,4)</b>	<b>(26,2)</b>
Net income (loss) from discontinued operations		0,7	154,5
<b>NET INCOME FOR THE PERIOD</b>		<b>(44,8)</b>	<b>128,3</b>
Attributable to owners of the company		(44,3)	127,5
Attributable to non-controlling interests		(0,5)	0,8

\* In compliance with IFRS 5 in order to disclose the consolidated income statement comparative for the H1 as of June 30, 2024, the consolidated income statement for H1 ended as of June 30, 2023 has been re-presented to disclose the discontinued operations separately from the continuing operations

# CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

In millions of euros	June 30, 2024	June 30, 2023 Restated
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	(44,8)	128,3
<b>OUT OF WHICH NET INCOME (LOSS) FROM CONTINUED OPERATION</b>	0,7	154,5
<b>OTHER ITEMS OF COMPREHENSIVE INCOME SUBSEQUENTLY RELEASED TO NET INCOME</b>	<b>(1,7)</b>	<b>(9,6)</b>
Foreign exchange gains & losses	(1,7)	(9,6)
Income tax expenses on actuarial gains & losses		
<b>OTHER ITEMS OF COMPREHENSIVE INCOME NOT SUBSEQUENTLY RELEASED TO NET INCOME</b>	<b>0,9</b>	<b>0,2</b>
Hedging accounting reserves	0,9	0,2
<b>TOTAL OTHER COMPREHENSIVE INCOME (LOSS)</b>	<b>(0,9)</b>	<b>(9,3)</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD</b>	<b>(45,6)</b>	<b>119,0</b>
<b>ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>(45,1)</b>	<b>118,3</b>
<b>ATTRIBUTABLE TO NON-CONTROLLING INTEREST PARTIES</b>	<b>(0,5)</b>	<b>0,7</b>

*In compliance with IFRS 5 in order to disclose the consolidated statement of other comprehensive income comparative for the H1 as of June 30, 2024, the consolidated statement of other comprehensive income for H1 ended as of June 30, 2023 has been re-presented to disclose the discontinued operations separately from the continuing operations*

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<b>ASSETS</b> In millions of euros	Notes	June 30, 2024	December 31, 2023
Goodwill	9.1	523,3	523,5
Intangible assets	9.2	15,4	14,8
Property, plant, and equipment	9.3	20,6	25,4
Right of Use	10.1	69,9	78,6
Other non-current financial assets	11	78,4	74,8
Deferred tax assets		36,5	36,8
<b>NON-CURRENT ASSETS</b>		<b>744,0</b>	<b>753,9</b>
Inventories	6.4	4,9	4,5
Advanced payments to suppliers	6.5	2,6	2,2
Trade receivables	6.5	243,9	225,4
Other current assets	6.5	78,6	104,5
Current tax assets		4,4	4,1
Cash and cash equivalent	12.1	95,4	561,8
<b>CURRENT ASSETS</b>		<b>429,8</b>	<b>902,4</b>
Assets held for sales and discontinued operations	2.4	6,8	1,3
<b>TOTAL ASSETS</b>		<b>1 180,7</b>	<b>1 657,7</b>

<b>EQUITY AND LIABILITIES</b> In millions of euros		June 30, 2024	December 31, 2023
<b>Equity</b>			
- Capital		114,6	114,6
- Share premium		22,7	22,7
- Retained earnings		(536,4)	(545,4)
- Other Comprehensive Income	13.1	(18,2)	(17,1)
- Net income for the period		(44,3)	40,5
Equity attributable to the owners of the company		(461,7)	(384,8)
Non-controlling interests		5,3	15,9
<b>TOTAL EQUITY</b>		<b>(456,4)</b>	<b>(368,8)</b>
Provision for pension	7.2	30,1	29,9
Other non-current provisions	14	6,7	7,3
Non-current financial liabilities	12.2	875,9	614,8
Non-current lease liabilities	12.2	46,0	50,8
Deferred tax liabilities		3,0	3,2
<b>NON-CURRENT LIABILITIES</b>		<b>961,8</b>	<b>705,9</b>
Prepayments from customers	6.7	3,4	1,7
Trade payables	6.7	180,0	180,0
Provisions	14	44,2	41,0
Other current liabilities	6.7	376,9	406,1
Current tax liabilities	6.7	4,7	4,0
Current portion of financial liabilities	12.2	33,7	655,0
Current portion of lease liabilities	12.2	26,5	31,1
Financial instruments		0,2	0,6
Short-term debt	12.2	3,7	0,7
<b>CURRENT LIABILITIES</b>		<b>673,4</b>	<b>1 320,1</b>
Liabilities related to assets held for sales and discontinued operations	2.4	1,8	0,4
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1 180,7</b>	<b>1 657,7</b>

# CONSOLIDATED CASH FLOW STATEMENT

In millions of euros	Notes	June 30, 2024	June 30, 2023 Restated
<b>Net income (loss) from continuing activities</b>		(45,4)	(26,2)
<b>Net income (loss) from discontinued operations</b>		0,7	154,5
<b>Elimination of non-cash revenues and expenses</b>			
Operating depreciations, Amortization, provisions & impairment losses	4.1	27,8	25,2
Gains/ losses on disposal		1,3	(154,6)
Other non-cash items		(3,7)	(0,2)
Net finance costs		37,1	44,2
Income tax expense		5,2	7,1
Net other financial expenses		(3,0)	(9,7)
Income taxes paid		(4,5)	(8,9)
<b>Change in operating working capital (including change in deconsolidated Factoring)</b>		<b>(35,6)</b>	<b>(5,7)</b>
Inventories	4.2	(0,8)	1,5
Trade receivables	4.2	(18,5)	21,3
Trade payables	4.2	0,3	5,0
Tax and employee related debt	4.2	15,3	(6,6)
Other receivables and payables	4.2	(32,0)	(26,8)
<b>Increase/Decrease in Factoring deposit</b>		<b>(0,2)</b>	<b>(3,3)</b>
<b>NET CASH FROM OPERATING ACTIVITIES A</b>		<b>(20,4)</b>	<b>22,5</b>
Continuing operations		(23,3)	30,2
Discontinued operations		3,0	(7,7)
Purchases of intangible assets, property, plant & equipment	4.3	(6,4)	(8,4)
Proceeds on disposal of intangible assets, property, plant & equipment	4.4	0,8	0,2
Purchases of consolidated companies (net of cash acquired)		(0,3)	(0,0)
Sales of consolidated companies (net of cash sold)		0,0	648,5
Other cash flows from investing activities		(0,2)	4,4
<b>NET CASH USED IN INVESTING ACTIVITIES B</b>		<b>(6,0)</b>	<b>644,7</b>
Continuing operations		(6,0)	(19,5)
Discontinued operations		0,0	664,2
Increase in borrowings		838,5	20,9
Decrease in borrowings		(1 239,4)	(110,5)
Decrease in lease liabilities		(20,7)	(27,1)
Net financial interests paid		(24,4)	(42,9)
Foreign exchange (losses)/gains on financing activities		3,0	9,7
Other cash flows from financing activities		0,6	0,2
<b>NET CASH USED IN FINANCING ACTIVITIES C</b>		<b>(442,4)</b>	<b>(149,9)</b>
Continuing operations		(439,2)	16,1
Discontinued operations		(3,2)	(166,0)
<b>IMPACT OF FOREIGN EXCHANGE RATE CHANGES AND OTHERS D</b>		<b>(0,2)</b>	<b>(6,3)</b>
<b>CHANGES IN NET CASH AND CASH EQUIVALENTS (A+B+C+D)</b>		<b>(469,1)</b>	<b>511,0</b>
<b>NET CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>561,8</b>	<b>82,0</b>
Net cash flows for the period		(469,1)	511,0
<b>NET CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD*</b>		<b>92,7</b>	<b>593,1</b>
Net cash used in Continuing operations		(466,3)	467,3
Net cash used from Discontinued operations		(2,8)	43,7

\* Includes cash and cash equivalent of both continuing and discontinued activities. In compliance with IFRS 5 and IAS8, the cash flow statement for H1 2023 reflects the effects of IFRS 5 and of corrections pertaining to factoring (see Note 2.3)

## STATEMENT OF CHANGES IN EQUITY

In millions of euros

	Share capital and share premium	Reserves/ Retained earnings	Consolidated net income	Foreign exchange reserves & Other comprehensive income	EQUITY attributable to owners of the company	EQUITY attributable to non-controlling interests	TOTAL EQUITY
AS OF DECEMBER 31, 2022	137,3	(372,2)	(172,1)	(9,8)	(416,8)	25,7	(391,1)
Net income		-	127,5	-	127,5	0,8	128,3
Income and expenses recognized directly in equity	-	0,0	(0,0)	(9,3)	(9,3)	(0,1)	(9,4)
<b>TOTAL COMPREHENSIVE INCOME</b>			<b>127,5</b>	<b>(9,3)</b>	<b>118,3</b>	<b>0,7</b>	<b>119,0</b>
Net income appropriation from previous year		(172,0)	172,0	-	-	(0,0)	(0,0)
Dividends paid		(0,2)	-	-	(0,2)	(0,0)	(0,2)
Other variations		0,2	-	-	0,3	0,0	0,2
Changes in consolidation scope and transactions with change in control	-	(2,8)	0,1	2,2	(0,5)	(5,8)	(6,3)
AS OF JUNE 30, 2023 RESTATE	137,3	(547,1)	127,6	(16,8)	(299,0)	20,6	(278,5)
AS OF DECEMBER 31, 2023	137,3	(545,4)	40,5	(17,1)	(384,7)	15,9	(368,8)
Net income		-	(44,3)	-	(44,3)	(0,5)	(44,8)
Income and expenses recognized directly in equity		(0,0)	(0,0)	(0,9)	(0,9)	(0,0)	(0,9)
<b>TOTAL COMPREHENSIVE INCOME</b>	-		<b>(44,3)</b>	<b>(0,9)</b>	<b>(45,1)</b>	<b>(0,5)</b>	<b>(45,6)</b>
Net income appropriation from previous year		40,5	(40,5)	-	(0,0)	0,0	(0,0)
Other variations		0,1	-	-	0,1	0,0	0,1
Changes in consolidation scope and transactions without change in control		(31,6)	(0,0)	(0,3)	(31,9)	(10,1)	(42,0)
AS OF JUNE 30, 2024	137,3	(536,4)	(44,3)	(18,2)	(461,6)	5,3	(456,3)

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

<b>NOTE 1</b>	<b>GENERAL INFORMATION AND SIGNIFICANT EVENTS</b>	<b>9</b>
1.1.	<u>GENERAL INFORMATION</u>	9
1.2.	<u>SIGNIFICANT EVENTS OF THE FIRST SIX MONTHS 2024</u>	9
<b>NOTE 2</b>	<b>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (IFRS)</b>	<b>11</b>
2.1.	<u>BASIS FOR PREPARATION</u>	11
2.2.	<u>ACCOUNTING POLICIES</u>	11
2.3.	<u>RESTATEMENT OF FINANCIAL STATEMENTS PREVIOUSLY REPORTED</u>	12
2.4.	<u>ASSETS HELD FOR SALES</u>	13
<b>NOTE 3</b>	<b>CONSOLIDATION SCOPE</b>	<b>14</b>
3.1	<u>CONSOLIDATION METHODS AND SCOPE OF CONSOLIDATION</u>	14
3.2	<u>TRANSLATION OF THE FINANCIAL STATEMENTS OF FOREIGN SUBSIDIARIES</u>	15
3.3	<u>TRANSLATION OF FOREIGN CURRENCIES TRANSACTIONS</u>	15
3.4	<u>FINANCIAL RISKS</u>	15
3.5	<u>STATEMENT OF CASH FLOWS</u>	15
<b>NOTE 4</b>	<b>ADDITIONAL INFORMATION ON CONSOLIDATED CASHFLOW STATEMENT</b>	<b>16</b>
4.1	<u>RECONCILIATION OF OPERATING DEPRECIATIONS, AMORTIZATIONS, PROVISIONS &amp; IMPAIRMENT LOSSES</u>	16
4.2	<u>RECONCILIATION OF CHANGES IN WORKING CAPITAL WITH STATEMENT OF FINANCIAL POSITION</u>	16
4.3	<u>RECONCILIATION OF ACQUISITIONS OF TANGIBLE AND INTANGIBLE ASSETS</u>	17
4.4	<u>RECONCILIATION OF SALES OF TANGIBLE AND INTANGIBLE ASSETS</u>	17
<b>NOTE 5</b>	<b>SEGMENT REPORTING</b>	<b>18</b>
<b>NOTE 6</b>	<b>INFORMATION ON OPERATIONS</b>	<b>19</b>
6.1.	<u>NET SALES</u>	19
6.2.	<u>DEPRECIATION AND AMORTIZATION</u>	19
6.3.	<u>OTHER INCOME AND EXPENSES</u>	20
6.4.	<u>INVENTORIES</u>	20
6.5.	<u>OTHER CURRENT ASSETS</u>	21
6.6.	<u>BREAKDOWN OF TRADE RECEIVABLES GROSS AMOUNT BETWEEN AMOUNTS PAST DUE AND AMOUNTS NOT PAST DUE AT JUNE 30, 2024</u>	21
6.7.	<u>OTHER CURRENT LIABILITIES</u>	22
<b>NOTE 7</b>	<b>EMPLOYMENT COSTS</b>	<b>23</b>
7.1	<u>EMPLOYMENT COSTS</u>	23
7.2	<u>PROVISIONS RELATED TO PENSIONS AND OTHER EMPLOYEE BENEFIT OBLIGATIONS</u>	23
7.3	<u>HEADCOUNTS</u>	23
<b>NOTE 8</b>	<b>INCOME TAXES</b>	<b>24</b>
<b>NOTE 9</b>	<b>INTANGIBLE AND TANGIBLE ASSETS</b>	<b>25</b>
9.1	<u>GOODWILL</u>	25
9.2	<u>INTANGIBLE ASSETS</u>	26
9.3	<u>PROPERTY, PLANT AND EQUIPMENT</u>	26

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<b>NOTE 10 RIGHT OF USE</b>	<b>28</b>
10.1 <u>INFORMATION ON THE STATEMENT OF FINANCIAL POSITION</u>	28
10.2 <u>INFORMATION ON THE INCOME STATEMENT</u>	29
10.3 <u>INFORMATION ON THE CASH FLOW STATEMENT</u>	29
<b>NOTE 11 OTHER NON-CURRENT FINANCIAL ASSETS</b>	<b>30</b>
<b>NOTE 12 BORROWINGS, CASH AND FINANCIAL RESULT</b>	<b>31</b>
12.1 <u>CASH AND CASH EQUIVALENTS</u>	31
12.2 <u>LONG AND SHORT TERM FINANCIAL LIABILITIES</u>	31
12.3 <u>FINANCIAL RESULT</u>	33
<b>NOTE 13 EQUITY</b>	<b>34</b>
13.1 <u>TRANSACTIONS RECOGNIZED DIRECTLY IN EQUITY</u>	34
<b>NOTE 14 OTHER PROVISIONS</b>	<b>35</b>
<b>NOTE 15 RELATED PARTIES</b>	<b>36</b>
<b>NOTE 16 SIGNIFICANT EVENTS AFTER JUNE 30, 2024</b>	<b>37</b>
<b>NOTE 17 LIST OF CONSOLIDATED ENTITIES</b>	<b>38</b>
<b>NOTE 18 FORTHECOMING IFRS STANDARDS'IMPLEMENTATION</b>	<b>41</b>



## NOTE 1

# GENERAL INFORMATION AND SIGNIFICANT EVENTS

### 1.1. GENERAL INFORMATION

The terms “the Atalian Group,” “Atalian” and “the Group” refer to the parent company, La Financière Atalian (“LFA”), and its consolidated subsidiaries and equity method affiliates. The term “the Company” refers solely to the parent company, La Financière Atalian.

La Financière Atalian – the Group holding company – is a simplified joint-stock company incorporated under French law (société par actions simplifiée), whose registered office is located at 56 rue Ampère, 75017 Paris, France. The Atalian Group provides cleaning services and other support services to companies and organizations, in France and internationally, in total the Group holds subsidiaries in 21 countries and is active in 19 countries.

FJ International Invest S.A, wholly owned by Mrs Sophie Péciaux, is the Group ultimate controlling entity, whose registered office is located at 239 avenue Winston Churchill 1180 Brussels (Uccle) Belgium. FJ International Invest S.A. indirectly holds La Financière Atalian through its participation in Atalian Holding Development & Strategy, Atalian Holding 1 and Atalian Holding 2.

The condensed interim consolidated financial statements are unaudited.

The consolidated financial statements are presented in millions of euros unless otherwise specified.

Due to rounding, numbers presented throughout this report may not add up precisely to the totals provided.

All ratios and variances are calculated using the underlying amount rather than the presented rounded amount.

### 1.2. SIGNIFICANT EVENTS OF THE FIRST SIX MONTHS 2024

#### 1.2.1. Refinancing of outstanding notes

During 2023, Atalian has been considering its strategic options, including with respect to the maturity of its €625 million 4.000% senior unsecured notes due May 2024, the €350 million 5.125% senior unsecured notes due May 2025, and the £225 million 6.625% senior unsecured notes due May 2025 (the “Existing Notes”). After a period of confidential discussions with an ad hoc group of representative noteholders, as of January 19, 2024, Atalian reached an agreement on a common set of commercial terms with respect to a long-term solution for the refinancing of the Group (the “Transaction”) with noteholders representing 39% of the Existing Notes. The key features of the proposed Transaction included:

1. a cash redemption of €400 million in respect of the Existing Notes at consummation of the Transaction, with a specified allocation of €100 million for participating noteholders that vote in favor of the Transaction within the first 10 business days of the exchange offer being launched.
2. a reinstatement of remaining amounts under the Existing Notes, to be issued in the form of new Euro denominated senior secured notes due 30 June 2028 and in an aggregate amount of €836 million (“Exchange Notes”).

The new notes will bear 8.5% all in interest (3.5% of cash and 5.0% PIK “payable in kind”), cash interest shall be payable semi-annually in arrears, PIK interest shall capitalize annually.

As part of the Transaction, the main shareholder of Atalian consented to the implementation of a “double Luxco” structure above the existing Atalian Group and to sell to the Atalian Group its minority stake in Atalian Propreté and Atalian Sûreté.

Atalian and the representative noteholders have also signed a “Lock-Up Agreement” to bind each party into supporting the Transaction, with a Lock-up Fee of 50 bps payable upon consummation of the Transaction to each participating noteholder who is originally party to the Lock-up Agreement.

On February 9, 2024, the Lock-up Agreement had been signed or acceded by noteholders holding over 98.4% in the aggregate principal amount of each series of the Existing Notes. At over 98%, the level of support clearly exceeds the threshold required to proceed with implementation of the Transaction.

As a consequence of the above, on February 2024, Atalian launched the exchange offer and the consent solicitation.

On March 11, 2024, at the Consent deadline, Atalian received valid tenders and consents from Eligible Holders holding over 97.78% in the aggregate principal amount of each series of the Existing Notes. The refinancing process was finalized on March, 28 2024.

### 1.2.2. Litigations

#### Follow up of the judicial convention of public interest (CJIP)

On January 17, 2022, the public prosecutor's office of Paris and the company La Financière Atalian concluded a judicial convention of public interest (CJIP), in application of the articles 41-1-2 and 180-2 of the Code of Criminal Procedure. At the end of the public hearing of February 7, 2022, this convention was approved by way of an order by the President of the judicial tribunal.

The facts, objects of the convention, were revealed in the framework of judicial inquiry opened on January 10, 2015 and which qualify to laundering of the infringement stated and penalized under paragraph 1 of the article 1743 of the tax code, fraud, and fraud attempt. According to the agreed terms of this judicial convention of public interest (CJIP), the Group paid €15 million on April 4, 2022 to the French public Treasury (Ministry of Finance).

In order to preserve the corporate interest of the Group, the ultimate shareholder paid a sum of €8.2 million in March 2022 to the Group; this amount, paid as a provision for any damages awarded by the Court to the Group companies is accounted for as an advanced payment in the line Other current payables of June 30 2024 Group statement of financial positions. On July 2, 2024, the Court rendered its sentence and did not grant any damages to the Group. The judge has ordered the seizure of the above mentioned €8.2 million debt, however as La Financière Atalian did appeal this ruling, the re payment of the €8.2 million above mentioned is therefore suspended.

An additional amount of €0.5 million has been paid on April 28, 2022 for damages suffered by Vinci Energies France and Vinci S.A., civil parties.

In addition, the Group paid €0.4 million on March 15, 2022 for the Anti-Corruption French Agency (AFA) 2 years compliance monitoring to the French public Treasury (Ministry of Finance) as the Group was under AFA monitoring until February 17, 2024. The CJIP is an alternative procedure to prosecution for legal entities. In Atalian's case, this procedure marked the Group's commitment to strengthening its anti-corruption prevention program. The CJIP therefore constitutes an agreement and not a conviction. During this monitoring, the Group has worked with the AFA to ensure compliance with its recommendations in order to comply with its standards.

This action plan mostly comprises of the update of the Group overall compliance program, in line with the main pillars of the AFA recommendations: reinforcement of the governance around the monitoring and approval of the anti-corruption system deployed on the Group perimeter, launch of the anticorruption and influence peddling risk mapping, publication of the new anti-corruption code of conduct and its related policies, enhancement of the anti-corruption training system, reinforcement of the anti-corruption accounting controls, and deployment of an integrity assessment system for third parties based on the results of the corruption risk mapping.

The Group has responded to all requests related to the AFA audit and as at June 30, 2024, was still awaiting the AFA's opinion.

### 1.2.3. Minority interests

In the course of the refinancing operation in March 2024 and as mentioned in 1.2.3, La Financière Atalian increased its stakes in Atalian Propreté and Atalian Sûreté to 100% by purchasing respectively 9.5% and 5.16% minority interests in these entities for a total amount of €41.8 million. The transaction was financed by compensation with various receivables towards AHDS and through a € 25.0 million vendor loan. As at June 30, 2024, €1.25million have been paid on the vendor loan.

### 1.2.4 Change of ultimate shareholder

In June 2024, La Financière Atalian S.A.S. has been notified of a change in the shareholding structure of FJ International Invest, a Belgian company that indirectly owns the holding company Atalian Holding 2, mother company of la Financière Atalian S.A.S, through its participation in Atalian Holding Development & Strategy and in Atalian Holding 1: the former ultimate shareholder Mr Frank Julien has donated all the shares he held in FJ International Invest to Mrs Sophie Pécriaux, the Chairwoman of the Supervisory Board of La Financière Atalian S.A.S.

## NOTE 2

# SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (IFRS)

The condensed interim consolidated financial statements have been prepared and presented in accordance with IAS 34, Interim Financial Reporting. Accordingly, the notes presented relate to significant events and transactions of the half-year and should be read in conjunction with the consolidated financial statements at December 31, 2023. The accounting policies applied in the preparation of the Group's interim consolidated financial statements as of June 30, 2024 comply with the International Financial Reporting Standards (IFRS) published by the International Accounting Standards Board (IASB), as adopted by the European Union on January 1, 2006.

The standards and interpretations adopted by the European Union can be viewed on the European Commission's website at: [https://finance.ec.europa.eu/capital-markets-union-and-financial-markets/company-reporting-and-auditing/company-reporting/financial-reporting\\_en](https://finance.ec.europa.eu/capital-markets-union-and-financial-markets/company-reporting-and-auditing/company-reporting/financial-reporting_en)

### 2.1. BASIS FOR PREPARATION

The Group's companies have been consolidated based on their financial statements as of June 30, 2024 for a period of 6 months under the going concern principle.

### 2.2. ACCOUNTING POLICIES

The accounting policies and methods are unchanged compared to December 31, 2023.

#### **Use of estimates**

The preparation of these consolidated financial statements required Group Management to use certain estimates and assumptions that may have an impact on the reported values of assets and liabilities at the balance sheet date, and on items of income and expense for the period. These estimates and assumptions are reviewed on a continuous basis by reference to experience, as well as various other factors considered as reasonable which form the basis for assessing the carrying amount of assets and liabilities.

Actual results could differ significantly from these estimates if different assumptions or circumstances apply.

The estimates and assumptions that may have a significant impact on the assets & liabilities and income & expense items in the consolidated financial statements are described below.

#### **Going concern**

The Group considered estimates regarding its assessment of the going concern, especially regarding the new forecasts and mid-term business plan which factored several risks that may affect the achievement of the Group's performance, in particular the impact of stronger inflationary pressure or the delay in the execution of the productivity measures.

#### **Leases**

Some lease contracts entered into by the Group include extension options which require an assessment of whether such option will be exercised. If it is reasonably certain that an extension option will be exercised, the period covered by the extension option will be included in the lease liability. As part of such judgment, the Group considers all relevant facts and circumstances that create an economic incentive for it to exercise an extension option, including any expected changes in facts and circumstances from the start date until the exercise date of the option.

#### **Revenue recognition**

Mainly in our Multitech and Project business control of rendered services is transferred over time to the customer and therefore revenue is recognized over time, i.e. under the percentage of completion method. For the application of the overtime method, the measurement of progress towards complete delivery of a contractual obligation is based on inputs, i.e., cost incurred.

#### **Goodwill impairment testing**

In accordance with IAS 36 - Impairment of Assets, goodwill is not amortized, but is tested for impairment as soon as there is any indication of impairment, and at least once a year. At each interim balance sheet date, in accordance with the standard, the Group identifies potential indications of impairment and performs additional tests if any such indications are identified. As at June 30, 2024, the management analyzed the deviation of performance towards budget on the French perimeter as a trigger event: impairment test was reperformed without leading to any impairment.

### **Provisions for pension and other long-term employee benefit obligations**

The provision as at June 30, 2024 is estimated by accruing 6 months of 2024 projected impacts as per 2023 actuary report, adjusted for leavers in the first half of 2024.

### **Income Tax**

Income tax is calculated using the average effective rate expected for the full year.

### **Other provisions**

These provisions mainly concern provisions for legal risks and restructuring costs.

A provision is recorded when the Group has a present obligation resulting from a past event, the amount of the obligation can be reliably estimated, and it is probable that an outflow of resources will be required to settle the obligation. The provisions are determined and updated based on assumptions made by the Group at each reporting date and are discounted if the time value of money is material. Provisions are incurred under the lines «Other operating income» and «Other operating expenses» of the consolidated income statement.

### **Hyperinflation in Türkiye**

The Group is applying IAS 29 to Türkiye's financial statements since 31 December 2022. The Group used the consumer price index (CPI) as of June 30, 2024 to remeasure its income statement, cash flows and non-monetary assets and liabilities.

### **Others**

Notwithstanding the ongoing conflict in Ukraine, the Group managed to maintain business continuity during the semester, and its estimates and judgments therefore remain valid.

## **2.3. RESTATEMENT OF FINANCIAL STATEMENTS PREVIOUSLY REPORTED**

### **Restatements of Accounting for Factoring**

In application of the IAS 8 standard, the Company has corrected the financial statements reported for the financial year ended 31, December 2022, impacts are described in the consolidated financial statements at December 31, 2023.

Therefore, June 30, 2023 financial statements have been re-presented.

## 2.4. ASSETS HELD FOR SALES

As of June 30, 2024, assets held for sale and liabilities directly associated with assets held for sale are related to:

- Activities in Myanmar. working capital and cash account
- The building owned by Temco Real Estate BVBA, following the sale's plan agreed by La Financière Atalian's Conseil de Surveillance in March 2024.
- Atalian Switch, assets and liabilities further to the approval in H1 of the disposal plan of the Group 's share of interest

As of December 31, 2023, assets held for sale and liabilities directly associated with assets held for sale are related to activities in Myanmar. working capital and cash account

In millions of euros	June 30, 2024	December 31, 2023
Property, plant, and equipment	3,3	(0,4)
Other financial assets	0,3	0,2
<b>NON-CURRENT ASSETS</b>	<b>3,6</b>	<b>(0,0)</b>
Inventories	0,5	0,1
Accounts receivable	1,1	0,5
Other current assets	0,5	0,1
Marketable securities and other investments	1,1	0,8
<b>CURRENT ASSETS</b>	<b>3,1</b>	<b>1,6</b>
<b>TOTAL ASSETS HELD FOR SALES AND DISCONTINUED OPERATIONS</b>	<b>6,8</b>	<b>1,3</b>
Non-current financial liabilities	0,1	0,0
<b>NON-CURRENT LIABILITIES</b>	<b>0,1</b>	<b>0,0</b>
Trade payables	0,5	0,0
Other current liabilities	1,1	0,3
Current tax liabilities	0,1	0,1
<b>CURRENT LIABILITIES</b>	<b>1,7</b>	<b>0,3</b>
<b>TOTAL LIABILITIES RELATED TO ASSETS HELD FOR SALES AND DISCONTINUED OPERATIONS</b>	<b>1,8</b>	<b>0,4</b>
<b>NET ASSET DIRECTLY ASSOCIATED WITH GROUP DISPOSAL</b>	<b>5,0</b>	<b>0,9</b>

## NOTE 3

# CONSOLIDATION SCOPE

### 3.1 CONSOLIDATION METHODS AND SCOPE OF CONSOLIDATION

#### Subsidiaries

Subsidiaries are the companies over which La Financière Atalian has control, either directly or indirectly. Control is characterized by power over the investee with the current ability to direct the relevant activities and an exposure or rights to variable returns with the ability to use its power over the investee to affect the amount of the investor's returns. They are consolidated with fully consolidated method, taking into account the existence and effect of the voting rights of non-controlling interests. Control is presumed to exist when the Group has the power to govern an entity's financial and operating policies so as to obtain benefits from its activities, generally as a result of a shareholding representing more than a half of the voting rights. Control may also arise when a contract exists entitling the Group to govern an entity's financial and operating policies, or when the Group is able to govern the financial and operating policies by virtue of de facto control. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Intra-group transactions, balances, and unrealized gains on transactions between Group companies are eliminated at consolidation level except for intra-group transactions in relation with management fees allocated to both continued and discontinued operations.

Subsidiaries are fully consolidated from the date when control is transferred to the Group and are deconsolidated from the date when control ceases.

The profit or loss of subsidiaries is allocated between the Group and non-controlling interests based on their percentage interest in the subsidiary concerned, even if this results in the recognition of negative amounts. A list of La Financière Atalian's subsidiaries is provided in Note 17.

#### Associates

Associates are entities over which the Group has significant influence but not control.

Investments in associates are accounted for using the equity method. Under the equity method, the investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The Group's investment in associates includes goodwill (net of any accumulated impairment losses) identified at the time of acquisition, which is not tested separately. If the Group's interest in an associate is reduced to zero, additional losses are provided for, and a liability is recognized only to the extent that the Group has incurred legal or constructive obligations on behalf of the associate.

The Group's share of the profit or loss of associates is recognized in the consolidated income statement, and its share of movements in other comprehensive income is recognized in other comprehensive income. Unrealized gains on transactions between the Group and its associates are eliminated pro rata to the Group's interest in the associates concerned.

As at June 30, 2024 the Group did not hold any stake in associate.

#### Other investments

Shares in companies over which La Financière Atalian does not exercise any influence are recognized as investments in non-consolidated companies on the line "Other Non-Current financial assets" and measured at fair value, through the income statement.

#### Number of entities and changes in the scope of consolidation

	At 30/06/2024	At 31/12/2023
Fully consolidated companies	88	98

The change in the number of entities and in the scope of consolidation is driven by mergers occurred mostly in France to simplify the Group legal structure.

### 3.2 TRANSLATION OF THE FINANCIAL STATEMENTS OF FOREIGN SUBSIDIARIES

The results and financial position of consolidated subsidiaries that have a functional currency other than euro are translated into euros as follows: (i) assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet (except for equity which is translated at historical rates), and (ii) income and expenses and cash flow statement items are translated at average exchange rates for the year.

All resulting exchange differences are recognized under “currency translation reserve” in other comprehensive income.

The Group is applying IAS 29 to Türkiye’s financial statements since December 31, 2022. The cumulative rate of inflation over the last three years is still in excess of 100%, based on a combination of indices used to measure inflation in this country qualifying Türkiye as hyperinflation economy as at June 30, 2024. Therefore, in compliance with IAS21.42 Türkiye assets and liabilities as well as income and expenses are translated at the closing rate for the year.

Main currencies as of June 30, 2024 and in average in H1 2024 are the followings:

Exchange rate		June 30, 2024		June 30 2023	
		Average Rate	Closing rate	Average Rate	Closing rate
Pound Sterling	↑	0,8547	0,8464	0,8763	0,8583
US Dollar	↓	1,0812	1,0705	1,0804	1,0866
CEE					
Czech Koruny	↓	25,0204	25,0250	23,6780	23,7420
Croatian Kuna	↓	7,5365	7,5365	7,5365	7,5365
Hungarian Forint	↓	389,7876	395,1000	380,6000	371,9300
Polish Zloty	↑	4,3165	4,3090	4,6243	4,4388
Russian Ruble	↓	98,1347	91,8590	83,2240	94,8620
New turkish Lira	↓	34,2502	35,1870	21,4760	28,3190

↑ On average (in 2024 versus 2023), Currency has strengthened against €

↓ On average (in 2024 versus 2023), Currency has weakened against €

### 3.3 TRANSLATION OF FOREIGN CURRENCIES TRANSACTIONS

Foreign-currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the closing rate.

Any resulting exchange differences are recognized in the income statement under the financial expenses.

In application of IAS 21, the loans constituting in substance monetary items that are part of the net investment in foreign subsidiaries were analyzed in order to identify the loans whose payment is neither planned nor probable in the foreseeable future.

In compliance with IAS 21.15 and 32, exchange differences relative to a loan are recognized in other comprehensive income (OCI) and must be reclassified later to profit or loss on disposal of the net investment.

### 3.4 FINANCIAL RISKS

For a description of financial risks please refer to the consolidated financial statements at December 31,2023.

### 3.5 STATEMENT OF CASH FLOWS

The Group has opted to use the indirect method to present the consolidated statement of cash flows, which consists in determining cash flows from operating activities by adding back to or deducting from profit for the period all non-cash transactions and all cash flows relating to investing and financing activities.

Net cash and cash equivalents – whose movements are analyzed in the statement of cash flows – are defined as cash and cash equivalents less short-term bank loans and overdrafts.

In accordance with IAS 7.8. the net cash flows attributable to the operating, investing, and financing activities of the discontinued operations is separately presented on the face of the cash flow statement,

## NOTE 4

### ADDITIONAL INFORMATION ON CONSOLIDATED CASHFLOW STATEMENT

The consolidated cash flow statement established using the indirect methods is composed of three parts:

- Operating activities are defined as “the principal revenue-producing activities of the entity and other activities that are not investing or financing activities.” [IAS 7.6]. Cash flows from operating activities generally result from transactions and other events that enter into the determination of profit or loss.
- Investing activities are defined as “the acquisition and disposal of long-term assets and other investments not included in cash equivalents.” [IAS 7.6]. Cash flows arising from investing activities include payments to acquire, and receipts from the sale of, property, plant and equipment, intangibles and other long-term assets, payments to acquire, and receipts from the sale of, equity or debt instruments of other entities and interests in jointly controlled entities, advances and loans made to, and repaid by, other parties (other than advances and loans made by a financial institution).
- Financing activities are defined as those “activities that result in changes in the size and composition of the contributed equity and borrowings of the entity.” [IAS 7.6]. Cash flows arising from financing activities include proceeds from issuing shares or other equity instruments, payments to owners to acquire or redeem the entity’s shares, proceeds from issuing, and outflows to repay, debentures, loans, notes, bonds, mortgages and other short or long-term borrowings.

#### 4.1 RECONCILIATION OF OPERATING DEPRECIATIONS, AMORTIZATIONS, PROVISIONS & IMPAIRMENT LOSSES

In millions of euros	June 30, 2024	June 30, 2023 Restated
Intangible assets net depreciation	1,9	2,6
Property, plant and equipment net depreciation	4,6	5,6
Right of Use net depreciation	20,1	21,0
Working capital	(1,7)	(0,9)
Pension provision accrual and write back	(0,3)	(0,1)
Other Provision accruals and write back	3,1	(3,0)
<b>Total depreciation net of write back</b>	<b>27,8</b>	<b>25,2</b>

#### 4.2 RECONCILIATION OF CHANGES IN WORKING CAPITAL WITH STATEMENT OF FINANCIAL POSITION

In millions of euros	December 31, 2022	Cash impact	Forex	Other (incl. Scope change)	June 30, 2023 Restated
Inventories	(4,5)	1,5	0,2	(3,8)	(6,6)
Trade receivables	(288,9)	21,3	4,6	1,3	(261,6)
Trade payables	206,7	5,0	0,0	(14,1)	197,6
Tax and employee related debt	203,7	(6,6)	(1,0)	(1,8)	194,4
Other receivables and payables	108,9	(26,8)	(0,7)	22,4	103,7
<b>Total Working Capital</b>	<b>225,9</b>	<b>(5,6)</b>	<b>3,2</b>	<b>4,1</b>	<b>227,5</b>



in millions of euros	December 31, 2023	Cash impact	Forex	Other (incl. Scope change)	June 30, 2024
Inventories	(4,9)	(0,8)	0,0	0,4	(5,2)
Trade receivables	(239,6)	(18,5)	1,1	0,6	(256,4)
Trade payables	178,9	0,3	(0,3)	(0,5)	178,5
Tax and employee related debt	186,2	15,3	(0,1)	(0,1)	201,3
Other receivables and payables	119,8	(32,0)	(0,2)	13,2	100,8
<b>Total Working Capital</b>	<b>240,4</b>	<b>(35,6)</b>	<b>0,5</b>	<b>13,7</b>	<b>219,0</b>

As per Note 1.2.3, the purchase of the minority interest was partially financed by compensation with various receivables towards AHDS. The €13.2 million Other movement from Other receivables and payables relates to this compensation.

#### 4.3 RECONCILIATION OF ACQUISITIONS OF TANGIBLE AND INTANGIBLE ASSETS

In millions of euros	June 30, 2024	June 30, 2023 Restated
Intangible assets acquisition	(1,7)	(1,7)
Property, plant and equipment acquisition	(5,4)	(6,4)
Debt on purchase of fixed assets	0,7	(0,2)
<b>Cash outflow from tangible and intangible acquisition</b>	<b>(6,4)</b>	<b>(8,4)</b>

#### 4.4 RECONCILIATION OF SALES OF TANGIBLE AND INTANGIBLE ASSETS

In millions of euros	June 30, 2024	June 30, 2023 Restated
Intangible assets sales	0,8	0,2
<b>Cash inflow from sales of tangible and intangible assets</b>	<b>0,8</b>	<b>0,2</b>

## NOTE 5

# SEGMENT REPORTING

### Identification of segments

The group has identified two operating segments that correspond to the geographical location of the assets as follows:

- A “France” division, comprising all of the companies located in France, either in Cleaning activity or the Other divisions (with notably Maintenance & Energy and Security & Safety) entitled Facility Management.
- An “International” division, comprising all the companies outside France, which definition changed as compared to previous year due to the application of IFRS 5. In 2024, we operated in 18 countries outside of France, mainly in Central and Eastern Europe and Benelux, providing cleaning, multi-technical, security and bundled facility management services.
- Other comprising central functions at the holding level and reflecting the elimination of intragroup transactions between reporting segments in consolidation.

From December 30, 2023, as part of the new strategic plan and to better reflect the performance of each segment, the Group has decided to re-allocate dedicated holding cost to each relevant segment versus at Group level as previously reported.

### Segment indicators

For each of its operating segments, the Group presents the following income statement items:

- Revenue
- Operating profit before depreciation, amortization, and impairment losses.

The accounting methods applied for each operating segment are those used for preparing the consolidated financial statements. The information presented for each operating segment corresponds to “contributive data,” i.e., after eliminating inter-segment transactions.

### Operating profit before depreciation, amortization, and impairment losses

Operating profit before depreciation, amortization, and impairment losses includes revenue and related income less expenses directly attributable to operations, which mainly comprise purchases consumed, other external charges, payroll costs and taxes other than on income. It also includes other operating income and expenses but does not include Other income and expenses.

Other income and expenses comprise significant charges or income that, because of their one-time nature, cannot be viewed as inherent to the Group’s regular course of business, such as strategic restructuring (impacting operations or the structure of the organization), litigations, impairments, capital gain or losses and other one-time items.

Based on these principles, the Group’s segment information is as follows:

In millions of euros	By operating segment			
	France	International	Others	TOTAL GROUP
<b>JUNE 30, 2024</b>				
Revenue	716,7	288,1	(3,7)	1 001,1
Operating profit before depreciation, amortization, and impairment losses	33,3	14,1	(7,6)	39,9
* include inter-segment revenue				
** of which countries contributing to turnover > 10%				
Belgium		61,4		
Türkiye		60,4		
Czech Republic		36,5		
<b>JUNE 30, 2023 RESTATED</b>				
Revenue	715,4	279,5	(2,4)	992,5
Operating profit before depreciation, amortization, and impairment losses	42,2	12,6	(11,5)	43,3
* include inter-segment revenue				
** of which countries contributing to turnover > 10%				
Belgium		68,0		
Türkiye		42,1		
Czech Republic		35,6		

## NOTE 6

### INFORMATION ON OPERATIONS

#### 6.1. NET SALES

##### Net sales

Net Sales are mainly generated by the provision of services to the occupants (cleaning, security) or buildings (technical maintenance, energy management and the second work).

Services are provided to the client daily over the duration of the contract and the client receives and uses the benefits provided by the Group at the same time.

Contracts include, in the vast majority of cases, only one performance obligation, the realization of which is carried out as the contract progresses, so that the performance obligation is satisfied over time and generally invoiced on a monthly basis. These services are generally recognized using the billing method when the Group charges a fixed price for each hour of service provided.

Thus, revenue is recognized at the time the service is rendered, i.e., when the performance obligation is satisfied under IFRS 15.

Net sales of most building services activities are accounted for in accordance with IFRS15 using the percentage-of-completion method. As a result, the Group uses the method that most reliably measures the work performed: either the physical progress of the work or the percentage of completion of costs.

Margin at completion is estimated based on periodically revised cost and revenue analyzed over the term of the contracts (the impact of changes in estimate is recorded in the period in which they are incurred):

- if the invoiced amount is greater than the recognized turnover, a contract liability is recognized.
- if the revenue is lower than the recognized turnover on the progress, a contract asset is then recorded.

When it is probable that the total cost of the contract will be greater than the total revenue of the contract, the expected loss is provisioned.

Net sales are recorded when it is probable that the future economic benefits will flow to the Group and that these products can be measured reliably. No revenue is recognized when there is significant uncertainty as to the recoverability of the consideration.

Net sales is the amount receivable for services provided in the normal course of business, except for amounts collected on behalf of third parties such as value-added taxes and other taxes.

Under the provisions of IFRS 15, the backlog is not presented because generally contracts run for less than one year and / or the performance obligations are recognized under the billing method. In addition, the costs of obtaining contracts are not significant.

In addition, the contracts have no funding component since the time between revenue recognition and payment is generally short. As a result, the Group does not adjust the transaction price based on the time value of money.

#### 6.2. DEPRECIATION AND AMORTIZATION

In millions of euros	June 30, 2024	June 30, 2023 Restated
Intangible assets	(1,2)	(1,2)
Property, plant and equipment	(25,4)	(25,6)
<i>of which amortization of rights of use</i>	(20,1)	(20,2)
<b>TOTAL</b>	<b>(26,6)</b>	<b>(27,3)</b>

### 6.3. OTHER INCOME AND EXPENSES

Other income and expenses correspond to significant, and non-recurring events that occurred during the period and have impacted on the performance of the Group. They are mainly restructuring costs, specific and non-recurring items costs, acquisition costs such as miscellaneous fees and due diligence costs.

As of June 30, 2024, other operating expenses amount to €17.9 million. The breakdown by different types of costs and divisions is as below:

In millions of euros	Total Group	France	International	Corporate
Restructuring costs	(0,2)	0,0	0,0	(0,2)
Refinancing operation fees	(18,7)	0,0	0,0	(18,7)
Other income and expenses	1,0	(0,2)	(2,5)	3,6
<b>TOTAL</b>	<b>(17,9)</b>	<b>(0,2)</b>	<b>(2,5)</b>	<b>(15,3)</b>

International Other income and expenses relates to the accrual of a provision for risk in connection with Atalian Switch forecasted divestiture.

Corporate Other income and expenses include mostly:

- Fees relating to the refinancing operation of €(18.7) million.
- Debt write-off from AHDS for €3.2 million, in connection with minority stake purchase by La Financière Atalian.

### 6.4. INVENTORIES

Inventories are stated at the lower of cost and market price. Cost is determined using weighted average unit cost. An impairment loss is recognized when the cost of an item of inventory falls below its realizable value.

Work-in-progress inventories are mainly related to the costs incurred in our Maintenance & Energy division in France.

In millions of euros	June 30, 2024			December 31, 2023		
	Gross	Depreciation	Net	Gross	Depreciation	Net
Raw materials/supplies and finished products	5,2	(0,3)	4,9	4,9	(0,3)	4,5
<b>TOTAL</b>	<b>5,2</b>	<b>(0,3)</b>	<b>4,9</b>	<b>4,9</b>	<b>(0,3)</b>	<b>4,5</b>

## 6.5. OTHER CURRENT ASSETS

Trade and other receivables are initially recognized at fair value.

If there is an objective indication of impairment or a risk that the Group may not be able to collect all of the contractual amounts of a receivable (principal plus interest) at the dates set in the contractual payment schedule, an impairment loss is recognized in the income statement. The amount of the impairment loss recorded represents the difference between the carrying amount of the asset and the estimated value of the future recoverable cash flows, discounted at the initial effective interest rate.

The Group sells receivables to factoring companies. As per Group's factoring programs (see Note 12.2.3 Factoring), factored receivables are derecognized when all the risks and rewards of ownership are transferred to the factoring companies.

The prepayments are mainly related to Atalian's France cleaning division.

In millions of euros	June 30, 2024			December 31, 2023		
	Gross	Depreciation	Net	Gross	Depreciation	Net
Advance payments to suppliers	2,6		2,6	2,2		2,2
Trade receivables <sup>1</sup>	256,4	(12,5)	243,9	239,6	(14,3)	225,4
Other receivables:	78,6	0,0	78,6	104,5	0,0	104,5
Tax other than on income	37,7		37,7	58,0		58,0
Accrued Rebates from Suppliers	4,3		4,3	9,8		9,8
Other receivables	16,6	0,0	16,6	25,3	0,0	25,3
Prepaid expenses	20,0		20,0	11,3		11,3
<b>Total trade and other receivables</b>	<b>337,6</b>	<b>(12,5)</b>	<b>325,1</b>	<b>346,3</b>	<b>(14,3)</b>	<b>332,0</b>

<sup>1</sup> Including certain factored trade receivables that have not been derecognized (see Note 12.2.3).

## Depreciation

In millions of euros	June 30, 2024	December 31, 2023
Depreciation on trade receivables	(12,5)	(14,3)
France	(6,7)	(6,8)
International	(4,1)	(5,4)
Corporate holdings	(1,7)	(2,0)

## 6.6. BREAKDOWN OF TRADE RECEIVABLES GROSS AMOUNT BETWEEN AMOUNTS PAST DUE AND AMOUNTS NOT PAST DUE AT JUNE 30, 2024

In millions of euros	Amounts not past due		Amounts past due		Total
	not past due	< 12 months	> 12 months		
Trade receivables (gross)	350,9	41,8	1,8		394,5
<b>TOTAL TRADE RECEIVABLES (gross)</b>	<b>350,9</b>	<b>41,8</b>	<b>1,8</b>		<b>394,5</b>

## 6.7. OTHER CURRENT LIABILITIES

In millions of euros	June 30, 2024	December 31, 2023
<b>PREPAYMENTS FROM CUSTOMERS</b>	<b>3,4</b>	<b>1,7</b>
<b>TRADE PAYABLES</b>	<b>180,0</b>	<b>180,0</b>
<b>INCOME TAX LIABILITIES</b>	<b>4,7</b>	<b>4,0</b>
<b>OTHER CURRENT LIABILITIES *</b>	<b>376,9</b>	<b>406,1</b>
<i>Employee-related liabilities</i>	161,5	157,0
<i>Social Security payables</i>	82,7	89,6
<i>Other accrued taxes</i>	92,1	111,7
<i>Other current payables</i>	32,3	39,6
<i>Deferred income</i>	8,3	8,1

\* The decrease of Other Current Liabilities is mainly driven by taxes accrual for €19.6 million.

### **Prepayments from customers**

The item includes advances and down payment received from customers for the commencement of building works.

## NOTE 7

### EMPLOYMENT COSTS

#### 7.1 EMPLOYMENT COSTS

In millions of euros	June 30, 2024	June 30, 2023 Restated
Wages and other employment- related expense - I	(693,5)	(685,8)
<i>of which wages and salaries</i>	(553,2)	(551,3)
<i>of which employer social contributions</i>	(129,6)	(122,3)
<i>of which contributions to defined contribution plans</i>	(1,5)	(2,8)
<i>of which other employment related expenses</i>	(9,2)	(9,4)
Profit-sharing and incentive plans - II	(1,2)	(3,0)
<b>TOTAL</b>	<b>(694,7)</b>	<b>(688,8)</b>

#### 7.2 PROVISIONS RELATED TO PENSIONS AND OTHER EMPLOYEE BENEFIT OBLIGATIONS

In millions of euros	Pension Provision
<b>DECEMBER 31, 2023</b>	<b>29,9</b>
Currency translation difference	(0,1)
Allowances	1,3
Write back	(0,9)
	Utilized write back (0,4)
	Non-Utilized write back (0,4)
<b>JUNE 30, 2024</b>	<b>30,1</b>

#### 7.3 HEADCOUNTS

Full Time Equivalent headcounts breakdown as of June 30, 2024 is provided bellow:

	June 30, 2024	June 30 2023 Restated
Managers	765	751
Supervisors	5 021	5 295
Other employees	23 381	25 057
<b>TOTAL FRANCE</b>	<b>29 167</b>	<b>31 103</b>
<b>TOTAL INTERNATIONAL</b>	<b>17 918</b>	<b>18 788</b>
<b>TOTAL AVERAGE NUMBER OF EMPLOYEES</b>	<b>47 085</b>	<b>49 891</b>

The FTE (Full Time Equivalent) for the entities reported as discontinued activities (UK, Aktrion, Asia, USA) aren't disclosed for 2023 and 2024.

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## **NOTE 8**

### **INCOME TAXES**

#### **CVAE**

In accordance with IAS 12, the Group has elected to classify the CVAE contribution (A French tax based on added value) as an income tax and therefore, to recognize the CVAE expense under the "Income tax expense" line in the consolidated income statement.

#### **Income Tax**

The Group used the projected Effective tax Rate at the end of 2024 to estimate its income tax expense as of June 30, 2024.

For the first half of 2024, the tax charge is €5.2 million, compared with a tax charge of €6.9 million for the first half of 2023, is coming from International entities for €3.0 million and €2.2 million of French entities CVAE.



## NOTE 9

# INTANGIBLE AND TANGIBLE ASSETS

### 9.1 GOODWILL

Acquisitions are accounted for under the acquisition method in accordance with IFRS 3. Under this method, the purchase price is allocated to the identifiable assets acquired and liabilities assumed based on their acquisition date fair values.

Their fair values calculated at the acquisition date and may be adjusted within twelve months of that date.

Cost directly related to the acquisition are expensed as incurred and are included in “Other income and expenses” in the consolidated income statement.

Goodwill corresponds to the excess of (i) the aggregate of the consideration transferred and the amount of any non-controlling interests in the acquiree, as measured at fair value, over (ii) the net of the acquisition date fair values of the identifiable assets acquired and liabilities assumed. Goodwill is recognized in the statement of financial position, under Goodwill and badwill is recorded in the consolidated income statement in the year of the acquisition.

Goodwill is tested for impairment at least annually, at the same time each year, and whenever there is an indication that it may be impaired.

Goodwill is allocated to each Cash-Generating Unit (CGU) or group of CGU's that is expected to benefit from the synergies of the business combination, depending on the level at which the return on investments is monitored. A CGU is the smallest identifiable group of assets that generates cash inflows that are largely independent of those generated by other assets of the entity.

An impairment loss is recognized if the net book value of the CGU is greater than its recoverable amount. If applicable, an impairment loss recognized in respect of one CGU is allocated first to the reduction of the carrying amount of any goodwill allocated to that CGU and then to the reduction in the carrying amount of the other assets of that CGU prorated to the book value of each asset in the CGU. Any impairment of goodwill is then definitive.

— At December 31, 2023, Goodwill was tested at the level of groups of CGU's as follows

- France
- International.

#### 9.1.1 Movements

In millions of euros	Gross	Impairment	Net
<b>DECEMBER 31, 2023</b>	<b>527,6</b>	<b>(4,1)</b>	<b>523,5</b>
Currency Translation differences	(0,2)	0,0	(0,2)
Reclassification	(0,1)	0,1	0,0
<b>JUNE 30, 2024</b>	<b>527,4</b>	<b>(4,0)</b>	<b>523,3</b>

#### 9.1.2 Breakdown of goodwill by CGU

In millions of euros	June 30, 2024	December 31, 2023
France	446,4	446,4
International	76,9	77,1
<b>TOTAL GROUP</b>	<b>523,3</b>	<b>523,5</b>

#### 9.1.3 CGU impairment testing

As at June 30, 2024, the management analyzed the deviation of performance towards budget as a trigger event: impairment tests were reperformed based on updated projected cash flows without leading to any impairment. (see Note 2.2).

## 9.2 INTANGIBLE ASSETS

IAS 38 defines an intangible asset as an identifiable non-monetary asset without physical substance. The Standard states that an asset meets the identifiability criterion in this definition when it is separable, i.e., capable of being sold, rented, exchanged independently, or transferred; or arises from contractual or other legal rights, regardless of whether those rights are separable. Acquired software, customer relationships, licenses, capitalized expenses, and other intangible assets are amortized on a straight-line basis over their estimated useful lives.

<b>GROSS</b> In millions of euros	<b>Software, licenses, patents, and similar rights</b>	<b>Other intangible assets</b>	<b>TOTAL</b>
<b>DECEMBER 31, 2023</b>	<b>46,4</b>	<b>7,1</b>	<b>53,5</b>
Acquisitions	(0,1)	1,8	1,7
<b>JUNE 30, 2024</b>	<b>45,5</b>	<b>8,0</b>	<b>53,5</b>

<b>AMORTIZATION AND IMPAIRMENT</b> In millions of euros	<b>Software, licenses, patents, and similar rights</b>	<b>Other intangible assets</b>	<b>TOTAL</b>
<b>DECEMBER 31, 2023</b>	<b>(36,2)</b>	<b>(2,4)</b>	<b>(38,7)</b>
Transfer and other movements	0,7	0,8	1,5
Disposals, reductions, and others	0,2	0,0	0,2
Amortization expense	(0,8)	(0,4)	(1,2)
<b>JUNE 30, 2024</b>	<b>(36,1)</b>	<b>(2,0)</b>	<b>(38,1)</b>

<b>NET</b> In millions of euros	<b>Software, licenses, patents, and similar rights</b>	<b>Other intangible assets</b>	<b>TOTAL</b>
<b>DECEMBER 31, 2023</b>	<b>10,2</b>	<b>4,6</b>	<b>14,8</b>
<b>JUNE 30, 2024</b>	<b>9,3</b>	<b>6,0</b>	<b>15,4</b>

## 9.3 PROPERTY, PLANT AND EQUIPMENT

The cost of an item of property, plant and equipment consists of its purchase price, including import duties and non-recoverable taxes, after deducting trade discounts and rebates, as well as any costs directly attributable to bringing the asset to its required working condition.

Subsequent costs are recognized as expenses except when they improve the originally expected performance of the asset, increase its useful life, or reduce predefined operating costs.

After recognition as an asset, an item of property, plant and equipment is carried at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated based on an asset's estimated useful life, which corresponds to the period over which the entity expects to use the asset.

Depreciable amount is the cost of an asset less any residual value. Residual value is the estimated amount that an entity would currently obtain from disposal of the asset, after deducting the estimated costs of disposal, if the asset was already of the age and in the condition expected at the end of its useful life (excluding the effects of inflation).

The main estimated useful lives applied are as follows:

- Buildings: 20 years;
- Equipment and machinery: 3 to 5 years;
- All other items depending on the type of asset (vehicles, office furniture, etc.): 4 to 10 years

These useful lives are reviewed annually and are adjusted if current estimated useful lives differ from previous estimates. Any such adjustments are treated as a change in an accounting estimate and are recognized prospectively.

<b>GROSS</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Others	Assets under construction and prepayments to suppliers	TOTAL
<b>DECEMBER 31, 2023</b>	<b>10,3</b>	<b>95,0</b>	<b>12,7</b>	<b>58,5</b>	<b>0,6</b>	<b>177,1</b>
Currency Translation differences	(0,0)	0,1	0,0	(0,2)	(0,0)	(0,1)
Other movements	0,0	(0,4)	0,3	(1,4)	(0,1)	(1,6)
Acquisitions	0,0	3,5	0,3	0,8	0,7	5,4
Disposals, reductions and others	0,0	(2,0)	(0,7)	(2,2)	(0,0)	(4,9)
Impact assets held for sale and discontinued operations	(6,7)	(0,0)	(0,2)	(0,3)	0,0	(7,2)
<b>JUNE 30, 2024</b>	<b>3,6</b>	<b>96,3</b>	<b>12,3</b>	<b>55,2</b>	<b>1,3</b>	<b>168,7</b>

<b>AMORTIZATION AND IMPAIRMENT</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Others	Assets under construction and prepayments to suppliers	TOTAL
<b>DECEMBER 31, 2023</b>	<b>(5,3)</b>	<b>(83,6)</b>	<b>(12,0)</b>	<b>(50,8)</b>	<b>0,0</b>	<b>(151,7)</b>
Currency Translation differences	(0,0)	(0,1)	(0,0)	0,0	0,0	(0,0)
Other movements	(0,0)	0,4	(0,1)	1,4	0,0	1,7
Disposals, reductions and others	0,0	1,3	0,6	1,1	0,0	3,0
Amortization expense	(0,4)	(3,7)	(0,2)	(1,3)	0,0	(5,6)
Write back	0,0	0,0	0,0	1,0	0,0	1,0
Impact assets held for sale and discontinued operations	3,3	0,0	0,0	0,2	0,0	3,5
<b>JUNE 30, 2024</b>	<b>(2,3)</b>	<b>(85,5)</b>	<b>(11,7)</b>	<b>(48,5)</b>	<b>0,0</b>	<b>(148,0)</b>

<b>NET</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Others	Assets under construction and prepayments to suppliers	TOTAL
<b>DECEMBER 31, 2023</b>	<b>5,0</b>	<b>11,4</b>	<b>0,7</b>	<b>7,7</b>	<b>0,6</b>	<b>25,4</b>
<b>JUNE 30, 2024</b>	<b>1,3</b>	<b>10,7</b>	<b>0,7</b>	<b>6,7</b>	<b>1,3</b>	<b>20,6</b>

## NOTE 10

### RIGHT OF USE

The Group has chosen to apply these two capitalization exemptions proposed by the standard:

- contracts with a lease term of less than 12 months
- contracts with value of underlying assets of less than €5,000. Expenses relating to contracts with a term of less than 12 months and/or with a value of less than €5,000 and (for which the Group has chosen exemptions which are provided for in IFRS 16) represent: €1.7 million for the Group as a whole as at June 30, 2024.

The lessee is required to record:

- a non-current asset representing the right to use the lease asset (on the assets side of the consolidated statement of financial position)
- a financial debt represented the obligation to pay this right (on the liabilities side of the consolidated statement of financial position)
- depreciation expenses and interest expenses in the consolidated income statement.

#### Duration of assets assumptions:

The lease term for Real estate contracts corresponds to the non-cancellable period and is supplemented with the option of renewal (or termination) for certain contracts of which the exercise for the Group is considered reasonably certain.

#### Discount rate assumptions:

A unique discount rate is determined for each portfolio of homogeneous contracts. Discount rates are based on the marginal borrowing rate (or implicit rate of contracts where available) by currency, taking into account, in particular, the economic environments specific to each geographical area.

## 10.1 INFORMATION ON THE STATEMENT OF FINANCIAL POSITION

### 10.1.1 Breakdown and variation of Right of Use

Right-of-use assets totaling €69.9 million held under leases were capitalized in property, plant, and equipment.

<b>GROSS</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Others	TOTAL
<b>DECEMBER 31, 2023</b>	62,6	59,2	66,7	3,4	192,0
Currency Translation differences	(0,1)	(0,0)	(0,0)	(0,0)	(0,2)
Leases modifications, reassessments, and termination	(15,2)	(4,3)	(3,6)	(0,1)	(23,2)
Acquisitions	7,9	5,6	9,1	0,1	22,7
Disposals, reductions and others	(0,1)	(0,9)	(0,0)	0,0	(1,0)
<b>JUNE 30, 2024</b>	55,2	59,6	72,1	3,4	190,3

<b>AMORTIZATION AND IMPAIRMENT</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Others	TOTAL
<b>DECEMBER 31, 2023</b>	(30,5)	(38,8)	(42,4)	(1,7)	(113,4)
Leases modifications, reassessments, and termination	6,2	3,7	3,2	0,1	13,2
Amortization expense	(4,6)	(6,2)	(8,7)	(0,5)	(20,1)
<b>JUNE 30, 2024</b>	(28,9)	(41,3)	(47,9)	(2,2)	(120,3)

<b>NET</b> In millions of euros	Land, buildings, real estate	Plant and equipment	Vehicles and transport equipment	Vehicles and transport equipment	TOTAL
<b>DECEMBER 31, 2023</b>	32,2	20,4	24,3	1,7	78,6
<b>JUNE 30, 2024</b>	26,3	18,3	24,2	1,2	69,9

Modifications and reassessment from right of use consists of:

- €5.6 million for Atalian SAS for Aubervilliers building lease substantially re-negotiation in terms of length and surface . Replacement of initial lease contract with revised one.
- €3.6 million for Atalian Maintenance & Energy Saint Priest lease termination
- and €0.7 million for a building lease transferred from Atalian Europe to AGS Luxembourg.

### 10.1.2 Lease liabilities

In millions of euros	June 30, 2024	December 31, 2023
Non-current lease liability	(46,0)	(50,8)
Current lease liability	(26,5)	(31,1)
<b>TOTAL LEASE LIABILITY</b>	<b>(72,5)</b>	<b>(81,9)</b>

## 10.2 INFORMATION ON THE INCOME STATEMENT

The following amounts pertaining to contracts not qualifying for IFRS16 have been recognized in the income statement as at June 30, 2024.

In millions of euros	June 30, 2024	June 30 2023 Restated
Real estate lease	(0,8)	(0,3)
Other leases	(0,9)	(1,4)
Other rental and property costs	(2,6)	(2,4)
<b>Total Leases</b>	<b>(4,3)</b>	<b>(4,2)</b>

## 10.3 INFORMATION ON THE CASH FLOW STATEMENT

The total cash out for leases for the first six month ended June 30, 2024 amounts to €20.4 million (€27.1 million for the first six months ended June 30 2023).

## NOTE 11

# OTHER NON-CURRENT FINANCIAL ASSETS

### Classification

Other non-current financial assets mainly comprise:

- Factoring security deposits classified as amortized cost.
- Investments in non-consolidated companies and other long-term investments classified as fair value through OCI. Changes in fair value of these financial assets – including unrealized gains and losses – are recognized in other comprehensive income.
- Other financial assets, mainly composed of loans and receivables attached to equity interests and classified as amortized cost.

### Recognition and measurement

Purchases and sales of financial assets are recognized on the trade date, which is the date on which the Group commits to purchase or sell the asset.

A financial asset is derecognized when the Group's contractual rights to receive cash flows from the asset have expired or the Group has transferred the financial asset to a third party without retaining control or substantially all of the risks and rewards of ownership of the asset.

Financial assets are initially recognized at fair value plus, in the case of a financial asset not at fair value through profit and loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset. Transaction costs for financial assets classified as at fair value through profit are expensed in the income statement.

A financial asset is classified as a current asset when the cash flows from the instrument are expected to be received within one year.

The amortized cost of a financial asset is the amount at which the asset was initially recognized minus principal repayments, plus or minus the cumulative amortization calculated using the effective interest method of any difference between that initial amount and the maturity amount.

For instruments quoted in an active market, fair value corresponds to a market price. For instruments not quoted in an active market, fair value is determined using valuation techniques. Valuation techniques include using recent arm's length market transactions or transactions in other instruments that are substantially the same, discounted cash flow analysis and option pricing models. In so far as possible, they include inputs based on observable market data.

Factoring security deposits concern factoring contracts that transfer substantially all the risks and rewards of ownership of the underlying receivables to the factoring company (see Notes 12.2).

In millions of euros	Factoring security deposits	Other receivables	Total gross value	Amortization and impairment	Net
<b>DECEMBER 31, 2023</b>	<b>16,3</b>	<b>58,6</b>	<b>74,9</b>	<b>(0,1)</b>	<b>74,8</b>
Changes in Group structure	0,0	(0,2)	(0,2)	0,0	(0,2)
Transfer and other movements	0,0	4,0	4,0	0,0	4,0
Additions and reversals	1,5	1,9	3,5	0,0	3,5
Disposals, reductions, and others	(1,3)	(2,2)	(3,6)	(0,1)	(3,6)
<b>JUNE 30, 2024</b>	<b>16,5</b>	<b>62,0</b>	<b>78,5</b>	<b>(0,1)</b>	<b>78,4</b>

Other receivables mostly include €55.0 million of CD&R vendor loan.

## NOTE 12

# BORROWINGS, CASH AND FINANCIAL RESULT

### 12.1 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and have a term of three months or less (notably units in money market mutual funds (OPCVM) carried at fair value through profit or loss). This item may also include cash deposits in term accounts that have terms of more than three months but which the Group can withdraw from at any time without incurring significant rate penalties.

In millions of euros	June 30, 2024	December 31, 2023
Cash	88,9	559,2
Marketable securities	6,5	2,5
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>95,4</b>	<b>561,8</b>

The Group's cash and cash equivalents are primarily in euros. The change in cash is explained by the reimbursement of Previous bonds for €400 million (€ 397.5 million net of foreign exchange difference).

### 12.2 LONG AND SHORT TERM FINANCIAL LIABILITIES

#### 12.2.1 Interest bearings borrowings variation and breakdown by maturity

In millions of euros	Cash effects							June 30, 2024	Short-term	Long-term	
	December 31, 2023	Variation	Increase	Decrease	Changes in Group structure	Other movements	Currency translation differences		Due within 1 year	Due in 1 to 5 years	Due beyond 5 years
Bonds	1 237,3	0,0	849,0	(238,8)	0,0	1,9	0,0	<b>849,3</b>	(1,0)	850,3	0,0
Lease liabilities	81,9	(0,0)	22,4	(20,7)	0,0	(11,0)	(0,1)	<b>72,5</b>	26,5	45,9	0,0
Factoring loans	26,2	0,0	7,9	0,0	0,0	0,0	(0,0)	<b>34,0</b>	34,0	0,0	0,0
Other borrowings and financial liabilities	6,3	(0,1)	24,9	(5,4)	0,0	0,3	0,2	<b>26,2</b>	0,6	25,7	0,0
<b>TOTAL INTERESTS-BEARING BORROWINGS</b>	<b>1 351,6</b>	<b>(0,1)</b>	<b>904,2</b>	<b>265,0</b>	<b>0,0</b>	<b>(8,8)</b>	<b>0,1</b>	<b>982,1</b>	<b>60,2</b>	<b>921,9</b>	<b>0,0</b>

The refinancing operations was finalized with the settlement of the exchange offer on March 28, 2024

- Previous bonds have been reimbursed for €400 million (€ 397.5 million net of foreign exchange impact).
- Remaining bonds have been converted into new bonds for € 836.4 million.
- Issuance cost have been accounted for €(5.8) million and will be amortized over 4 years.

Atalian Financials' senior notes issued in March 2024 are guaranteed by certain subsidiaries.

Senior notes	Issuer	Amounts	Guarantor (*)
Senior notes 2028 (issue 2024)	La Financière Atalian	€ 836.4 million	Atalian SASU Atalian SA ( Belgium) Atalian Maintenance & Energy SAS Carrard Services SAS Atalian Europe SAS Atalian Propreté SAS

\* maximum amount guaranteed by affiliate

Other movements from finance lease liabilities consists of terminated or re-negotiated contracts as explained in Note 10.1.1.

Other borrowings and financial liabilities increase from €6.3 million as at December 30, 2023, to €26.2 million as at June 30, 2024. The change in balance is mainly attributable to the €25.0 million vendor loan, reimbursable over 5 years, used to partially finance the purchase of 9.5% and 5.16% minority interests in Atalian Propreté and Atalian Sûreté.

## 12.2.2 Confirmed credit lines

In millions of euros

	Confirmed lines	Utilized lines
Bonds*	849,3	849,3
Bank borrowings	0,3	0,3
Factoring loans**	250,0	192,6
<b>Total</b>	<b>1 099,6</b>	<b>1 042,2</b>

For Utilized Lines:

\* Principal including issuances costs for €(5.4) million and accrued interests for €18.4 million.

\*\*All immediate financing from de-recognized factoring contracts

## 12.2.3 Factoring

Several of the Group's subsidiaries sell their trade receivables on a monthly basis under factoring contracts.

The non-recourse facility of €250.0 million (covering France, Belgium, Czech Republic, Poland, the Netherlands, Croatia, Hungary, and Romania.) was extended to September 2024.

The following countries are currently included in the program: France, Belgium, Czech Republic, Poland, the Netherlands, Croatia, Hungary and Romania.

In millions of euros	June 30, 2024	December 31, 2023
Derecognized receivables	219,0	213,7
<i>Factor current account</i>	(9,8)	(10,6)
Accounts receivable - factor	209,2	203,1
<i>Security deposit</i>	(16,5)	(16,3)
Immediate financing without recourse	192,6	186,8
Immediate financing from receivable with recourse	34,0	26,2
<b>Total immediate financing</b>	<b>226,6</b>	<b>213,0</b>

As at June 30, 2024, all of these contracts involved the transfer of part or of all the risks and rewards of ownership of the receivables concerned to the factoring companies, enabling a major part of sold receivables to be de-recognized. The amount of the de-recognized receivables totaled €219.0 million at June 30, 2024, providing the Group with €192.6 million of immediate financing with the difference corresponding to €9.8 million of factor current account and €16.5 million of security deposit. The amount of immediate financing provided by deconsolidated receivables was €186.8 million as of December 31, 2023.

In addition, as at June 30, 2024, the Group benefited from €34.0 million of immediate financing provided by the sale of non-de-recognized receivables. The amount of immediate financing provided by non-derecognized receivables was €26.2 million as of December 31, 2023.

The Group has been mandated by the factoring companies to manage on their behalf the recovery of the receivables that have been sold to them.



## 12.2.4 Changes in net debts

In millions of euros	June 30, 2024	December 31, 2023
Cash and cash equivalents*	95,4	561,8
Short-term bank loans and overdrafts**	(3,7)	(0,7)
<b>NET CASH AND CASH EQUIVALENTS*</b>	<b>91,7</b>	<b>561,1</b>
Non-current financial liabilities	(875,9)	(614,8)
Non-current debt from finance leases	(46,0)	(50,8)
Current financial liabilities	(33,7)	(655,0)
Current debt from finance leases	(26,5)	(31,1)
<b>GROSS DEBT</b>	<b>(982,1)</b>	<b>(1 351,6)</b>
Financial instrument (liability)	(0,2)	(0,6)
<b>NET DEBT</b>	<b>(890,6)</b>	<b>(791,1)</b>

\* Net cash and cash equivalents as analyzed in the statement of cash flows.

\*\* Only overdraft as at June 30, 2024 in accordance with IAS7.8

Net debt after adding back immediate financing provided by the derecognized factoring contracts of €192.6 million as of June 30, 2024 (and €186.8 million as of December 31, 2023) would amount to €(1,083.2) million as of June 30, 2024 (and €(977.9) million as of December 31, 2023).

The Group's short-term bank loans and overdrafts – which are mainly denominated in euros – amounted to €3.7 million at June 30, 2024 compared with €0.7 million at December 31, 2023. Bank credit balances and current bank overdrafts are mainly held in euros.

## 12.3 FINANCIAL RESULT

This line of the consolidated income statement reflects the impacts of the Group's financing transactions and comprises the following:

- Net Financial debt costs, which include interest paid on the Group's borrowings and interest received on available cash.
- Other financial income and expenses.
- The "Income from cash and cash equivalent" for €6.0 million mostly pertains to interest from term deposit or certificate of deposit in euros and sterling subscribed with our main banks.

### 12.3.1 Breakdown of net finance debt costs

In millions of euros	June 30, 2024	June 30, 2023 Restated
- Net interest on borrowings	(32,9)	(30,2)
- Interest on leases	(2,6)	(4,6)
- Interests & bank charges on factoring	(6,6)	(4,8)
- Others	(2,2)	(4,2)
<b>FINANCIAL DEBT COST</b>	<b>(44,2)</b>	<b>(43,9)</b>
- Income from cash and cash equivalents	6,0	1,1
<b>NET FINANCIAL DEBT COST</b>	<b>(38,1)</b>	<b>(42,8)</b>

### 12.3.2 Breakdown of other financial incomes and expenses

In millions of euros	June 30, 2024	June 30, 2023 Restated
Net (additions to)/reversals of provisions for financial items	(0,5)	0,0
Foreign exchange gains and losses	1,5	8,5
Other	1,5	2,6
<b>OTHER FINANCIAL INCOME AND EXPENSES</b>	<b>2,5</b>	<b>11,1</b>

## NOTE 13

### EQUITY

#### 13.1 TRANSACTIONS RECOGNIZED DIRECTLY IN EQUITY

In millions of euros	December 31, 2023	Other Comprehensive Income	Increase in share profit	June 30, 2024
Consolidation translation adjustment	(10,1)	(1,7)	0,0	(11,8)
Hedge accounting reserve	1,4	0,9	0,0	2,3
Actuarial gain/loss on defined benefit pension plans	(11,0)	0,0	(0,5)	(11,5)
Deferred taxes related to OCI	2,6	0,0	0,2	2,8
<b>OTHER COMPREHENSIVE INCOME</b>	<b>(17,1)</b>	<b>(0,8)</b>	<b>(0,3)</b>	<b>(18,2)</b>

The €(0.8) million variation in “Other comprehensive income” is driven by:

- The hedge accounting reserve pertaining to variation in net investment in foreign subsidiaries hedge instruments.
- The currency translation differences at June 30, 2024, attributable to equity holders of the Group, resulting from the conversion into euros of the financial statements of foreign subsidiaries for € (1.7) million.

A €(0.3) million movement pertains to the reclassification from non-controlling interests to share of equity attributable to owners of the company following purchase of minority stakes in French entities.

## NOTE 14

### OTHER PROVISIONS

In accordance with IAS 37 a provision is recognized when at the end of the financial year, there is a current obligation, legal or implicit, of the Group towards a third party resulting from past events and whose settlement should result for the Group in a probable outflow of resources representing economic benefits which can be reliably estimated.

In the ordinary course of the business, Atalian is involved in a certain number of judicial proceedings. Atalian is also subject to certain claims and lawsuits which fall outside the scope of ordinary course of its business.

#### Litigation and claims

Provision's valuation is based on Atalian's assessment of the level of risk on a case-by-case basis and depends on its assessment of the basis for the claims, the stage of the proceedings and the arguments in its defense, it being specified that the occurrence of events during proceeding may lead to a reappraisal of the risk at any moment.

As of June 30, 2024 provisions amount to €50.9 million out of which:

- €13.4 million for legal and labor related cases.
- €11.8 million for paid holidays on sick leave
- €2.5 million legal fees for US lawsuits assumed by the Group as per asset deal with GDI integrated Facilities concluded in 2023.
- €2.5 million booked in H1 to cover the estimated loss on Atalian Switch divestiture in Other expenses (Note 6.3).
- 6.2 million for general liabilities assumed by the Group as per US asset deal with GDI integrated Facilities concluded in 2023.

The remaining balance mainly concerns provisions for commercial litigations in France which cannot be individually disclosed for confidentiality reasons.

In millions of euros	Legal and labor related cases	Other	TOTAL
<b>DECEMBER 31, 2023</b>	<b>11,5</b>	<b>36,7</b>	<b>48,3</b>
Transfer and other movements	0,0	0,1	0,1
Allowances	3,8	10,2	14,0
Write back	(1,9)	(9,8)	(11,7)
	<i>Utilized write back</i>	<i>(1,0)</i>	<i>(1,6)</i>
	<i>Non-Utilized write back</i>	<i>(0,9)</i>	<i>(10,1)</i>
<b>JUNE 30, 2024</b>	<b>13,4</b>	<b>37,5</b>	<b>50,9</b>

Following split is provided by CGU or Group of CGUs.

in millions of euros	Legal and labor related cases	Other	TOTAL
France	12,0	19,2	31,2
International	0,8	13,5	14,3
Corporate Holdings	0,7	4,7	5,4
<b>JUNE 30, 2024</b>	<b>13,4</b>	<b>37,5</b>	<b>50,9</b>

in millions of euros	Allowances	Releases
France	3,4	(3,0)
International	7,6	(8,7)
Corporate Holdings	0,0	0,0
<b>JUNE 30, 2024</b>	<b>14,0</b>	<b>(11,7)</b>

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## NOTE 15

### RELATED PARTIES

The newly created companies Atalian Holding 1 (Held by AHDS) and its subsidiary Atalian Holding 2 must be added to the list of parties considered as related to the Group as disclosed in the consolidated financial statements at December 31, 2023. The change in ultimate shareholder occurred in June 2024 has no impact on related parties.

For a definition of the usual material transactions carried out with related parties, please refer to the consolidated financial statements at December 31, 2023.

For the six months ended June 30, 2024, beyond the recurring transactions already disclosed in the consolidated financial statements at December 31, 2023, the following specific transactions have occurred:

- In the course of the refinancing operation in March 2024 and as mentioned in 1.2.3, La Financière Atalian increased its stakes in Atalian Propreté and in Atalian Sûreté to 100% by purchasing respectively 9.5% and 5.16% minority interests in these entities for a total amount of €41.8 million. The transaction was financed by compensation with various payables to AHDS and through a € 25.0 million vendor loan. As at June 30, 2024, €1.25 million have been paid on the vendor loan.
- La Financière Atalian anticipated termination of a building lease contract subscribed with the real estate company (Société Civile Immobilière owned by the Group's ultimate shareholder at time of the termination of the lease) for a penalty cost of €0.3 million and sold the furniture used in the building for €0.1 million.

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## **NOTE 16**

### **SIGNIFICANT EVENTS AFTER JUNE 30, 2024**

#### **Ruling in the trial brought against former executives of Atalian Group**

On July 2, 2024, the ruling in the trial brought against former executives of the Atalian Group, recognized the legitimacy of La Financière Atalian S.A.S and its concerned subsidiaries' status as a civil party but has not granted its claim for compensation for damages suffered.

La Financière Atalian did appeal this ruling.

## NOTE 17

### LIST OF CONSOLIDATED ENTITIES

Companies	Country	June 30 2024			December 31 2023		
		% Ownership	% Interest	Method of consolidation	% Ownership	% Interest	Method of consolidation
<b>FULLY CONSOLIDATED COMPANIES</b>							
<b>FRANCE</b>							
<b>STRUCTURE</b>							
LA FINANCIERE ATALIAN	France	100,00	100,00	FC	100,00	100,00	FC
ATALIAN	France	100,00	100,00	FC	100,00	100,00	FC
ATALIAN SERVICES INFORMATIQUES	France	100,00	100,00	FC	100,00	100,00	FC
ATALIAN FACILITIES	France	100,00	100,00	FC	100,00	100,00	FC
SCI SAINT APOLLINAIRE	France	100,00	100,00	FC	100,00	100,00	FC
SCI AMPÈRE LA MAINE	France	100,00	100,00	FC	100,00	100,00	FC
SCI FJ PART INVEST France	France	100,00	100,00	FC	100,00	100,00	FC
<b>CLEANING</b>							
DRX	(1) France	-	-	NC	100,00	90,50	FC
TNEX	(1) France	-	-	NC	100,00	90,50	FC
ATALIAN PROPRETE	France	100,00	100,00	FC	90,50	90,50	FC
EPPSI	(1) France	-	-	NC	100,00	90,50	FC
USP NETTOYAGE	France	100,00	100,00	FC	100,00	90,50	FC
CARRARD SERVICES	France	100,00	100,00	FC	100,00	90,50	FC
PROBUS	(1) France	-	-	NC	100,00	90,50	FC
DPS	France	100,00	100,00	FC	100,00	90,50	FC
FINANCIERE DES SERVICES	France	100,00	100,00	FC	100,00	90,50	FC
LIMPA	(1) France	-	-	NC	100,00	90,50	FC
ATALIAN 3D	France	100,00	100,00	FC	100,00	100,00	FC
<b>SECURITY</b>							
ATALIAN SECURITE HOLDING	(1) France	-	-	NC	100,00	100,00	FC
ATALIAN SECURITE	France	100,00	100,00	FC	100,00	100,00	FC
ATALIAN SURETE	France	100,00	100,00	FC	94,84	94,84	FC
AIRPORT PASSENGERS & FREIGHT SECURITY	France	99,25	99,25	FC	95,05	94,13	FC
ATALIAN SECURITE TECHNOLOGIQUE	(1) France	-	-	NC	100,00	94,84	FC
SURVEILLANCE HUMAINE ATALIAN PREMIUM	France	100,00	100,00	FC	100,00	100,00	FC
APFS LYON	France	99,25	99,25	FC	95,05	94,13	FC
<b>MULTITECHNICAL</b>							
ATALIAN INGÉNIERIE DES SERVICES	France	100,00	100,00	FC	100,00	100,00	FC
MAINTENANCE TECHNIQUE OPTIMISÉE (MTO)	(1) France	-	-	NC	100,00	100,00	FC
EUROGEM	France	100,00	100,00	FC	100,00	100,00	FC
ETS DIDIER BERNIER	(1) France	-	-	NC	100,00	100,00	FC
ERGELIS	France	100,00	100,00	FC	100,00	100,00	FC
GROUPE CADIOU	France	100,00	100,00	FC	100,00	100,00	FC
ARCEM	(1) France	-	-	NC	100,00	100,00	FC
CEI	(1) France	-	-	NC	100,00	100,00	FC

(1) Merger

Companies	Country	June 30 2024			December 31 2023		
		% Ownership	% Interest	Method of consolidation	% Ownership	% Interest	Method of consolidation
<b>FULLY CONSOLIDATED COMPANIES</b>							
<b>PPR</b>							
TFN PPR	France	100,00	100,00	FC	100,00	100,00	FC
LETUVE	France	100,00	100,00	FC	100,00	100,00	FC
GERMOT	France	100,00	100,00	FC	100,00	100,00	FC
<b>INTERNATIONAL</b>							
<b>EUROPE</b>							
BE-ATALIAN MANAGEMENT SERVICES NV (1)	Belgium	-	-	NC	100,00	100,00	FC
BE-TEMCO REAL ESTATE BVBA	Belgium	100,00	100,00	FC	100,00	100,00	FC
BE-ATALIAN SA	Belgium	100,00	100,00	FC	100,00	100,00	FC
BE - GREEN KITCHEN	Belgium	100,00	100,00	FC	100,00	100,00	FC
BE - ATALIAN BUIDING SOLUTIONS NV	Belgium	100,00	100,00	FC	100,00	100,00	FC
BE - ATALIAN GLOBAL SERVICES HOLDING	Belgium	100,00	100,00	FC	100,00	100,00	FC
LU-ATALIAN GLOBAL SERVICES Luxembourg	Luxembourg	100,00	100,00	FC	100,00	100,00	FC
LU-ATALIAN EUROPE	Luxembourg	100,00	100,00	FC	100,00	100,00	FC
LU-MTO Luxembourg	Luxembourg	100,00	100,00	FC	100,00	100,00	FC
LU-CITY ONE Luxembourg	Luxembourg	50,00	50,00	FC	50,00	50,00	FC
LU-ATALIAN INTERNATIONAL	Luxembourg	100,00	100,00	FC	100,00	100,00	FC
LU-ATALIAN AFRIQUE	Luxembourg	100,00	100,00	FC	100,00	100,00	FC
NL-ATALIAN SCHOONMAAK ZW BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
NL-ATALIAN BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
NL-ATALIAN FACILITAIR BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
NL-GREEN KITCHEN BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
NL-ATALIAN SCHOONMAAK NO BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
NL-ATALIAN SCHOONMAAK+ BV	Netherlands	100,00	100,00	FC	100,00	100,00	FC
CZ-ATALIAN CZ sro	Czech Republic	100,00	100,00	FC	100,00	100,00	FC
CZ-ATALIAN SERVIS CZ sro	Czech Republic	100,00	100,00	FC	100,00	100,00	FC
CZ-AGUA PRAGUE sro	Czech Republic	100,00	100,00	FC	100,00	100,00	FC
BG-MT&T PROPERTY MANAGEMENT	Bulgaria	100,00	100,00	FC	-	-	NC
HU-ATALIAN GLOBAL SERVICES HUNGARY	Hungary	100,00	100,00	FC	100,00	100,00	FC
HU-ATALIAN FACILITY MANAGEMENT & GLOBAL SERVICES	Hungary	100,00	100,00	FC	100,00	100,00	FC
HR-ATALIAN GLOBAL SERVICES	Croatia	96,81	96,81	FC	96,81	96,81	FC
HR - TEHINSPEKT	Croatia	100,00	96,81	FC	100,00	96,81	FC
RO-ATALIAN ROMANIA	Romania	100,00	100,00	FC	100,00	100,00	FC
RO-MT&T PROPERTY MANAGEMENT SRL	Romania	100,00	100,00	FC	100,00	100,00	FC
RO-IQ REAL ESTATE	Romania	100,00	100,00	FC	-	-	NC
SK-ATALIAN	Slovakia	100,00	100,00	FC	100,00	100,00	FC
PL-ATALIAN POLAND	Poland	100,00	100,00	FC	100,00	100,00	FC
PL-ATALIAN HOLDING sp. Z.o.o.	Poland	100,00	100,00	FC	100,00	100,00	FC
PL-ATALIAN FM SERVICES sp. Z.o.o.	Poland	100,00	100,00	FC	100,00	100,00	FC
PL-ATALIAN CLEANING SERVICES sp. Z.o.o.	Poland	100,00	100,00	FC	100,00	100,00	FC
PL-ATALIAN SERVICE	Poland	100,00	100,00	FC	100,00	100,00	FC
TR-ATALIAN ENTEGRE TESIS YONETIMI HIZMETLERI A.S	Turkey	100,00	100,00	FC	100,00	100,00	FC
TR-EKOL TEKNİK TEMİZLİK BAKIM YÖNETİM HİZMETLERİ ve TİCARET A.Ş	Turkey	100,00	100,00	FC	100,00	100,00	FC
TR-E GRUP GÜVENLİK HİZMETLERİ Ltd. STİ	Turkey	100,00	100,00	FC	100,00	100,00	FC
TR-EVD ENERGY	Turkey	100,00	100,00	FC	100,00	100,00	FC
RU-ATALIAN GLOBAL SERVICES	Russia	98,00	98,00	FC	98,00	98,00	FC
RU-ATALIAN ENGINEERING	Russia	100,00	98,00	FC	100,00	98,00	FC
RU-ESPRO ENGINEERING	Russia	100,00	98,00	FC	100,00	98,00	FC
RU-NOVY DOM	Russia	100,00	92,12	FC	100,00	92,12	FC

Companies	Country	June 30 2024			December 31 2023		
		% Ownership	% Interest	Method of consolidation	% Ownership	% Interest	Method of consolidation
<b>FULLY CONSOLIDATED COMPANIES</b>							
RU-CLEANING PROFI	Russia	92,10	92,12	FC	92,10	92,12	FC
RU-AFM2	Russia	100,00	98,00	FC	100,00	98,00	FC
BY - ATALIAN	Belarus	100,00	100,00	FC	100,00	100,00	FC
RS-ATALIAN LTD BELGRADE	Serbia	100,00	100,00	FC	100,00	100,00	FC
RS-ATALIAN GLOBAL SERVICES - RS DOO BEOGRAD (ex-MOPEX)	Serbia	100,00	100,00	FC	100,00	100,00	FC
RS-MOPEX TEKUCE ODRZAVANJE D.o.o.	Serbia	100,00	100,00	FC	100,00	100,00	FC
BA-ATALIAN GLOBAL SERVICES BH d.o.O. Sarajevo	Bosnia	100,00	96,81	FC	100,00	96,81	FC
BA-ATALIAN GLOBAL SERVICES Banja Luka	Bosnia	100,00	96,81	FC	100,00	96,81	FC
<b>CANADA</b>							
ATALIAN CANADA	Canada	100,00	100,00	FC	100,00	100,00	FC
<b>ASIA</b>							
IN - RAMKY ATALIAN PVT LTD	India	70,00	70,00	FC	70,00	70,00	FC
<b>AFRICA</b>							
MU-ATALIAN INTERACTIVE	Mauritius	100,00	100,00	FC	100,00	100,00	FC
LB-ATALIAN SWITCH GROUP	Lebanon	51,00	51,00	FC	51,00	51,00	FC
LB-AGS HOLDING LIBAN	Lebanon	100,00	100,00	FC	100,00	100,00	FC
<b>COMPANIES IMPACTED BY IFRS</b>							
<b>INTERNATIONAL</b>							
<b>USA</b>							
US-ATALIAN GLOBAL SERVICES INC	United States	100,00	100,00	FC	100,00	100,00	FC
US-ATALIAN US NORTHEAST LLC	United States	100,00	100,00	FC	100,00	100,00	FC
US-ATALIAN US OHIO VALLEY INC	United States	100,00	100,00	FC	100,00	100,00	FC
US-ATALIAN US NEW ENGLAND LLC	United States	100,00	100,00	FC	100,00	100,00	FC
US-ATALIAN US MIDWEST LLC	United States	100,00	100,00	FC	100,00	100,00	FC
US-ATALIAN US SHARED SERVICES LLC	United States	100,00	100,00	FC	100,00	100,00	FC
<b>ASIA</b>							
MM-AGS	Myanmar	70,00	70,00	FC	70,00	70,00	FC
MM-MYANMAR ASSURANCE Co Ltd	Myanmar	100,00	100,00	FC	100,00	100,00	FC

(1) Merger



## NOTE 18

### FORTHECOMING IFRS STANDARDS'IMPLEMENTATION

#### **Amendments to IAS 1 - Classification of Liabilities as Current or Non- Current and Non-current Liabilities with Covenants**

Effective for annual periods beginning on or after 1 January 2024.

The amendments clarify:

- What is meant by a right to defer settlement
- That a right to defer settlement must exist at the end of the reporting period
- That classification is unaffected by the likelihood that an entity will exercise its deferral right
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification
- Disclosures.

#### **Amendments to IFRS 16 - Lease Liability in a Sale and Leaseback** - Effective for annual periods beginning on or after 1 January 2024

The amendment to IFRS 16 Leases specifies the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognize any amount of the gain or loss that relates to the right of use it retains.

The date of initial application is the beginning of the annual reporting period in which an entity first applied IFRS 16.

#### **Amendments to IAS 7 and IFRS 7 – Disclosures: Supplier Finance Arrangements** Effective for annual periods beginning on or after 1 January 2024.

The amendments specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

Early adoption is permitted but will need to be disclosed.

#### **Amendments to IAS 21-Lack of exchangeability** Effective for annual periods beginning on or after 1 January 2025.

The amendment to IAS 21 specifies how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking.

Early adoption is permitted but will need to be disclosed.

#### **Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28** Effective for annual periods beginning on or after 1 January 2025.

The amendments address the conflict between IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture.

The amendments must be applied prospectively. Early application is permitted and must be disclosed.

#### **IFRS 18 – Presentation and Disclosure in Financial Statements.** Effective for annual periods beginning on or after 1 January 2027

IFRS 18 Presentation and Disclosure in Financial Statements which replaces IAS 1 Presentation in Financial Statements. IFRS 18 introduces new categories and subtotals in the statement of profit or loss. It also requires disclosure of management-defined performance measures (as defined) and includes new requirements for the location, aggregation, and disaggregation of financial information.

IFRS 18, and the amendments to the other accounting standards, is effective for reporting periods beginning on or after 1 January 2027 and will apply retrospectively. Early adoption is permitted and must be disclosed.

#### **IFRS 19 - Subsidiaries without Public Accountability: Disclosures** Effective for annual periods beginning on or after 1 January 2027.

IFRS 19 Subsidiaries without Public Accountability: Disclosures (IFRS 19), allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement, and presentation requirements in other IFRS accounting standards. Unless otherwise specified, eligible entities that elect to apply IFRS 19 will not need to apply the disclosure requirements in other IFRS accounting standards.

IFRS 19 is effective for reporting periods beginning on or after 1 January 2027 and earlier adoption is permitted.

The Group did not apply any of these amendments by anticipation as at June 30 2024 and is currently assessing the impact of such policies on its financial statements.