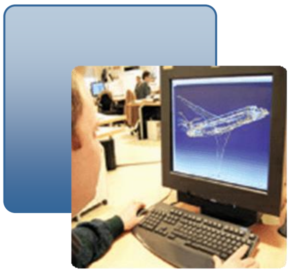
GROUPE

LATECOERE



Half-year report

2015

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1 HALF-YEAR REPORT

The consolidated financial statements of the Group have been approved by the Management Board on September 22, 2015.

The Group's business

In € millions	30/06/2015	30/06/2014*
Total revenue	**360,2**	**321,4**
EBIT	**16,0**	**15,5**
% of revenue	4,4%	4,8%
Net financial result	**-16,9**	**-10,1**
Realized gains and losses	-10,3	-10,7
Unrealized gains and losses	-6,7	0,6
Group net result	**-5,1**	**4,3**

In € millions	30/06/2015	30/06/2014*
Consolidated net debt	310,8	310,2
Shareholders' Equity (Group share)	100,9	111,3

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy of the consolidated financial statements)

A revenue increase of 3.6% at constant exchange rates in the first half of the year (+2.2% in the second quarter)

In the first half of 2015, Latécoère Group's revenue was €360.2 million, an increase of €39 million (+12.1%) compared with the first half of 2014. The Group's revenue has benefited from a positive exchange rate effect of €27.1 million due to a significant appreciation of the dollar on the naturally hedged by share purchases made in the same currency (and as a result, with no effect with regard to the recurring operating result).

The average €/US$ spot rate for the first half of 2015 was 1.12, compared to 1.37 for the same period in 2014. The Group's average dollar reserve ratio is close to the budget exchange rate of 1.35.

At constant exchange rates, organic growth was of 3.6%, which is in line with the average annual growth target of +4% as identified in the Boost plan for 2014-2016.

This growth was essentially driven by the Aerostructures Industry sector (+22.5%, or +10.6% at constant exchange rates) due to the ramp-up of the Boeing 787 in the first quarter.

The Interconnection Systems recorded a slight increase in its revenue of 0.5% (-5.8% at constant exchange rates). After a first quarter marked by a negative base effect due to the end of the A350 development work, the second quarter revenue was slightly higher and is expected to continue to grow along with the ramp-up of the A350. As a reminder, the first half of

2014 benefited from good performance in the wiring activities related to the launch of new preproduction samples for the A380 as part of the cabin design operations.

Within the context of an Engineering market which is still very competitive in the absence of new programs, the Aerostructure Services revenue was €46.1 million, a decrease of 2.9% within the period.

As of June 30, 2015, on the basis of a €/US$ exchange rate of 1.35, the order book, which includes only firm aircraft manufacturers orders, remains stable at €2.62 billion. It represents 4 years of revenue.

Operating result growth of 2.7% compared to the first half of 2014

The Group's operating result (EBIT) was €16.0 million, an increase of 2.7% compared to June 30, 2014.

In the Aerostructures, the Group continued to implement the Boost initiatives, leading to a reduction in quality defects and better control of time spent on the production line. The first doors were delivered within the Embraer E-Jet E2 program and the Mexican unit achieved a delivery rate of 5 aircraft per month within the Boeing 787 program.

While the implementation of basic improvements to operational performance continued in Interconnection Systems with a reduction in time spent for the main run schedules, the implementation of certain industrial transfers was more difficult than expected and required additional resources.

At the same time, the sector had to manage the ramp-up of the A350 and the transition from Dassault's Falcon 7X to the Falcon 8X.

In the Services, the first part of the year was marked by a strong increase in pre-sale expenditure in order to secure the load for both research and tooling. High competitive pressure resulted in a slight decrease in margin for research, while tooling activity remained unaffected.

Finally, the operating result for the first half of 2015 was reduced by €2.0 million due to non-recurring items. Excluding non-recurring items and exchange rate fluctuations, EBIT margin improved by 5.4% in the first half of 2015, compared to 4.8% at June 30, 2014.

The sharp appreciation of the dollar during the first half of the year significantly deteriorated the Group's financial result, which was of €-16.9 million (compared with €-10.1 million in the first half of 2014). Indeed, the only changes in fair value of hedging instruments account for €-4.7 million of this decrease.

The cost of net debt remained stable throughout the period at €-7.1 million.

The decrease of the Group net income amounting €-5.1 million against €4.3 million in the first half of 2014 is mainly due to the degradation of the unrealized financial result (with no cash impact.

Stable consolidated net debt in comparison with December 31, 2014 (before financial restructuring)

Consolidated net debt totalled €310.8 million as to June 30, 2015, remaining stable compared to December 31, 2014, primarily due to the improved operational performance offset by the decrease in the Group's working capital requirement. This deterioration occurred within a context strongly affected by the increase in the dollar's value in the first part of the year, the Group's requirements for A350 ramp-up (Interconnection Systems) and the continued ramp-up in Mexico (Aerostructures Industry).

Net investments are consistent with those recorded as to June 30, 2014.

Reinforcement of the exchange rate hedging portfolio

In the first half of 2015, in order to secure its operating cash flow, the Group continued with its €/US$ exchange rate hedging policy and increased the size of its hedging portfolio by US$ 235 million in comparison with December 31, 2014. By September 22, 2015, the Group had covered all of its 2016 exposure and close to 50% of its 2017 exposure.

Subsequent Events

Successful recapitalization of the Group for a total amount of €280 million

In accordance with the Conciliation Agreement (*protocole de conciliation*) signed with its creditors, and with the approval by the General Meeting of Shareholders of the restructuring project, the Group launched two successive capital increases totalling €280 million:

- The first share capital increase, reserved for syndicated lenders, totalled €57 million and took the form of a loan conversion. Resulting from this operation, creditors held a 37.4% share in the Group's capital.

- The second share capital increase with preferential subscription rights preserved, totalled €223 million and allowed the Group to reimburse €123 million of syndicated credit and keep €100 million. Given the success of the operation, the creditors' representation in the Group's capital remained unchanged.

37.4% of the Group's share capital is held by its creditors, with Apollo and Monarch acting in concert and representing respectively, 15% and 11.4% of the share capital.

Following these operations, the equity and financial debt improved as follows:

('000 EURO)	June 30, 2015 before restructuring	Increase	Reduction	June 30, 2015 after restructuring
Shareholder's Equity, Group share (1)	101	280		381
Financial debt (1) (2)	-335		180	-155
Cash & Equivalent (1)	24	100		124
Net financial debt	**-311**	**-311**	**-311**	**-31**

(1) Before factoring in of costs directly related to Restructuring

(2) Gross financial debt primarily composed of syndicated credit and debt towards Factor

Reinforced by this improved financial structure, the Group has now the necessary resources to proceed with the strategic phase of the Boost plan.

New share capital of Latécoère

Following the increase in capital with preferential subscription rights maintained, Latécoère's share capital is distributed as follows:

Shareholder	Number of shares	shareholders %
Funds managed of advised by affiliates of Apollo Global Management LLC (« Apollo »)[1]	13.973.457	15,0%
Monarch Master Funding 2 (Luxembourg) S.à r.l. (« Monarch »)	10.642.486	11,4%
Concert Apollo + Monarch	**24.615.943**	**26,4%**
Barclays Bank PLC	2.959.883	3,2%
Burlington Loan Management Limited	4.555.729	4,9%
HSBC Bank PLC	1.913.899	2,1%
Eiffel Investment Group[2]	871.707	0,9%
Total Lenders	**34.917.161**	**37,4%**
Existing Shareholders of Latécoère	58.430.004	62,6%
TOTAL	**93.347.165**	**100,0%**

[1] Concerned entities are Apollo Centre Street Partnership, L.P., AESI II (Lux) S.à r.l., Apollo Franklin Partnership, L.P., Apollo Investment Europe III (Lux) S.à r.l., COF III (Lux) S.à r.l., AEC (Lux) S.à r.l., ANS Europe (Lux) S.à r.l., Apollo Special Opportunities Managed Account, L.P. and Apollo Zeus (Lux) S.à r.l.

[2] Concerned entities are Eiffel Credit Opportunities, Eiffel Credit Value Master Fund, Sciens Group Alternative Strategies PCC Limited and SGI Managed Assets SPC Limited.

Governance

In accordance with the motions approved by the General Assembly, the Group has a new management structure as of September 22, 2015, passing from a structure composed of a Supervisory Board and a Management Board to one composed of a Board of Directors. Frédéric Michelland has been appointed as Chief Executive Officer and Olivier Regnard as Deputy Chief Executive Officer.

The Group’s Board of Directors is composed of:
- Pierre Gadonneix, President of the Board of Directors;
- Frédéric Michelland, Chief Executive Officer;
- Jean-Luc Allavena, Christophe Villemin and Robert Séminara, Apollo representatives;
- Matthew Glowasky and Josiah Rotenberg, Monarch Capital representatives;
- Claire Dreyfus-Cloarec and Francis Niss, independent members;
- A 3rd independent member is currently being selected whose appointment will be proposed at the next Board of Directors’ Meeting;
- Jean-Louis Peltriaux, employee shareholder representative.

Principal Risks and Uncertainties for the Remaining Six Months of 2015

The principal risks and uncertainties for the remaining six months of 2015 relate to change in the EUR/USD exchange rate.

Transactions with Related Parties

The transactions with related parties continued during H1 2015 on the basis of the same agreements as those applied at December 31, 2014.

Accounting Standards, Principles and Methods

The condensed consolidated financial statements at June 30, 2015 are established in compliance with IAS 34 "interim financial reporting". The Group has chosen not to apply by anticipation the standards and interpretations that will enter into force after June 30, 2015. The accounting rules and methods applied to the condensed consolidated financial statements at June 30, 2015 are identical to those applied in the consolidated financial statements at December 31, 2014 with the exception of standards, amendments and interpretations which are required to be applied as from January 1, 2015.

The financial statements are presented '000 EURO rounded to the closest thousand euros.

They are prepared on the basis of historical cost, with the exception of the following assets and liabilities which are valued at fair value: derivative financial instruments, financial instruments held for trading, financial instruments and liabilities designated at fair value through profit and loss.

The following standards and amendments were published in the Official Journal of the European Union at the closing date for these half-year financial statements and are applied for the first time at June 30, 2015:

- Annual improvements to IFRSs published in December 2013 (2011-2013 cycle)
- IFRIC 21, Levies

The changes and impacts resulting from the application of IFRIC 21 are detailed Note 2.4 “change in accounting policy”.

Other standards, interpretations and amendments effective for reporting periods beginning on or after January 1, 2015 do not have a material impact on the Group’s consolidated financial statements.

2 CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2015

2.1 Consolidated Statement of financial position

('000 EURO)	Notes	June 30, 2015	Dec 31, 2014*
Goodwill		1 300	1 300
Other intangible assets	5	5 260	4 823
Tangible assets	5	90 772	89 722
Investments in associates (equity method)		0	0
Other financial assets		2 327	6 471
Deferred tax assets	15.2	24 685	21 235
Financial derivative instruments	9.1	0	0
TOTAL NON-CURRENT ASSETS		**124 345**	**123 552**
Inventories	6.1	427 468	417 612
Accounts receivable	8	173 072	164 841
Tax receivable	15.1	19 935	24 732
Financial derivative instruments	9.1	798	0
Other current assets		5 487	2 784
Cash & Cash Equivalents		24 378	33 366
TOTAL CURRENT ASSETS		**651 138**	**643 335**
TOTAL ASSETS		**775 483**	**766 887**

('000 EURO)	Notes	June 30, 2015	Dec 31, 2014*
Share capital	10.1	23 149	23 091
Share premium		93 325	93 095
Treasury stock		1 680	1 625
Other Reserves		-15 241	-9 218
Accumulated Net Income		-1 987	2 733
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		**100 926**	**111 326**
Non-controlling interests		3 009	1 568
TOTAL EQUITY		**103 935**	**112 894**
Loans and bank borrowings	13.2	1 763	174 797
Refundable Advances		39 444	38 171
Employee benefits	12	16 210	15 839
Other provisions	11	560	943
Deferred tax liabilities	15.2	828	900
Financial derivative instruments	9.1	367	0
Other non-current liabilities		22 211	19 285
TOTAL NON-CURRENT LIABILITIES		**81 383**	**249 935**
Loans and bank borrowings (less than 1 year)	13.2	333 367	168 743
Refundable Advances		1 930	1 038
Accounts payable	14	195 037	184 656
Income tax liabilities		2 950	3 024
Other current liabilities		15 547	18 549
Financial derivative instruments	9.1	41 335	28 048
TOTAL CURRENT LIABILITIES		**590 164**	**404 059**
TOTAL LIABILITIES		**671 548**	**653 993**
TOTAL EQUITY & LIABILITIES		**775 483**	**766 887**

* The data published for for December 31, 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see Note 2.4 - change in accounting policy)

2.2 Consolidated Income Statement

('000 EURO)	Notes	June 30, 2015	June 30, 2014*
Revenue		360 210	321 434
Other operating revenue		444	295
Change in inventory: work-in-progress & finished goods		6 794	13 800
Raw material, Other Purchases & external charges	16	-220 027	-196 386
Personnel expenses		-119 187	-122 750
Taxes		-8 955	-4 334
Amortization		-6 282	-5 779
Net operating provisions charge		348	-110
Depreciation of current assets		-4 780	1 497
Other operating income	17	8 792	9 469
Other operating expenses		-1 402	-1 606
OPERATING INCOME		**15 955**	**15 530**
Operating Income / Sales		*4,43%*	*4,83%*
Net Cost of debt		-7 097	-7 255
Foreign Exchange gains/losses realized		-296	-1 875
Other financial incomes and expenses realized		-2 878	-1 566
Realized financial result		**-10 271**	**-10 696**
Change in fair value of financial derivative instruments		-3 909	775
Other financial incomes and expenses unrealized		-2 771	-147
Unrealized financial result		**-6 680**	**628**
FINANCIAL RESULT	18	**-16 950**	**-10 068**
Result from associates		0	0
Income tax	19	-2 357	-1 162
NET RESULT FOR THE PERIOD		**-3 352**	**4 300**
Of which, Owners of the parent		-5 138	4 278
Of which, Non-controlling interests		1 786	22
Group net result/ sales		*-1,43%*	*1,33%*
Weighted average number of shares		**11 543 284**	**11 520 470**
Earnings per share	10.1	**-0,45**	**0,37**
Diluted earnings per share	10.1	**-0,44**	**0,34**

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

2.3 Consolidated Statement of comprehensive income

('000 EURO)	June 30, 2015	June 30, 2014*
NET RESULT FOR THE PERIOD (1)	**-3 352**	**4 300**
OTHER COMPREHENSIVE INCOME:		
- Items that will not be reclassified subsequently to profit or loss:		
Commitments to purchase minority interests	457	-373
Actuarial gain or loss for year relating retirements benefits	0	0
Other	-35	-266
Income tax related to items that will not be reclassified to profit or loss	0	0
- Items that will be reclassified subsequently to profit or loss:		
Translation differences	-158	587
Financial instruments (cash flow hedging) : change in fair value and transfer in profit and loss	-8 991	-7 928
Income tax related to items that may be reclassified to profit or loss	3 107	2 791
TOTAL OTHER COMPREHENSIVE INCOME (2):	**-5 620**	**-5 190**
TOTAL COMPREHENSIVE INCOME (1+2)	**-8 972**	**-890**
Of which, Owners of the parent	-10 742	-900
Of which, Non-controlling interests	1 770	11

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

2.4 Consolidated Statement of Cash-Flows

('000 EURO)	June 30, 2015	June 30, 2014*
Net result for the period	-3 352	4 300
Adjustments related to non-cash activities :		
Result from associates	0	0
Depreciation and provisions	12 071	6 135
Fair value gains/losses	3 909	-775
Other non-cash items	18	53
CASH FLOWS AFTER COST OF DEBT AND INCOME TAXES	**12 646**	**9 712**
Income taxes	2 357	1 345
Interest expenses	7 097	7 255
CASH FLOWS BEFORE COST OF DEBT AND INCOME TAXES	**22 100**	**18 311**
Changes in inventories	-14 345	-11 300
Changes in client and other receivables	-1 799	-622
Changes in suppliers and other payables	8 831	8 278
Income tax paid	-3 313	-1 168
CASH FLOWS FROM OPERATING ACTIVITIES	**11 474**	**13 499**
Effect of subsidiaries acquisitions	0	0
Purchase of tangible and intangible assets (including changes in payables to fixed asset suppliers)	-7 071	-8 294
Purchase of financial assets	-1	-6
Increase (decrease) in loans and advances made	130	-7
Proceeds from sale of tangible and intangible assets	42	498
CASH FLOWS FROM INVESTING ACTIVITIES	**-6 899**	**-7 808**
Expenses on increase of capital	288	287
Purchase or disposal of treasury shares	0	-25
Proceeds from borrowings	0	0
Repayments of borrowings	-1 547	-1 891
Financial interest paid	-4 808	-5 744
Dividends paid	-328	0
Flows from refundable advances	2 165	205
Other flows from financing operation[1]	-7 821	4 837
CASH FLOW FROM FINANCING ACTIVITIES	**-12 052**	**-2 331**
Effects of exchange rate changes	-127	20
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	**-7 604**	**3 380**
Opening cash and cash equivalents position	30 720	17 894
Closing cash and cash equivalents position	23 116	21 273

[1] It corresponds essentially to short-term lines (factoring and short-term credit)

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

2.5 Consolidated Statement of changes in Equity

('000 EURO)	Share capital	Share Premium	Treasury stock	Reserves and Accumulated Results	Cash flow hedgings - financial instruments	Translation difference	Other variations	Equity attributable to owners of parent	Non-controlling interests	TOTAL
01/01/2014 *	**23 017**	**92 800**	**1 691**	**11 290**	**9 678**	**-5 714**	**-1 510**	**131 252**	**1 657**	**132 909**
Capital variations	57	230						287		287
Share-based payments								0		0
Transactions on treasury stock			-25					-25		-25
Dividends								0	-325	-325
Other variations										
Transactions with owners	**57**	**230**	**-25**	**0**	**0**	**0**	**0**	**262**	**-325**	**-63**
Net result for the period (1)				**4 278**				**4 278**	**22**	**4 300**
Financial instruments (cash flow hedging): change in fair value and transfer in profit and loss					-5 137			-5 137		-5 137
Financial instruments: Translation differences					-1			-1		-1
Translation differences: change and transfer in profit and loss						598		598	-11	587
Other variations							-639	-639		-639
Other comprehensive income (2)	**0**	**0**	**0**	**0**	**-5 137**	**598**	**-639**	**-5 178**	**-11**	**-5 190**
TOTAL COMPREHENSIVE INCOME (1)+(2)	**0**	**0**	**0**	**4 278**	**-5 137**	**598**	**-639**	**-900**	**11**	**-890**
06/30/2014 *	**23 075**	**93 030**	**1 665**	**15 568**	**4 541**	**-5 115**	**-2 149**	**130 612**	**1 344**	**131 957**
12/31/2014 *	**23 091**	**93 095**	**1 625**	**11 424**	**-8 597**	**-5 939**	**-3 373**	**111 326**	**1 568**	**112 894**
Capital variations	58							58		58
Share-based payments		230						230		230
Transactions on treasury stock			55					55		55
Dividends								0	-328	-328
Other variations										
Transactions with owners	**58**	**230**	**55**	**0**	**0**	**0**	**0**	**342**	**-328**	**14**
Net result for the period (1)				**-5 138**				**-5 138**	**1 786**	**-3 352**
Financial instruments (cash flow hedging): change in fair value and transfer in profit and loss					-5 873			-5 873		-5 873
Financial instruments: Translation differences					-11			-11		-11
Translation differences: change and transfer in profit and loss						-137		-137	-22	-158
Other variations							416	416	6	422
Other comprehensive income (2)	**0**	**0**	**0**	**0**	**-5 884**	**-137**	**416**	**-5 604**	**-16**	**-5 620**
TOTAL COMPREHENSIVE INCOME (1)+(2)	**0**	**0**	**0**	**-5 138**	**-5 884**	**-137**	**416**	**-10 742**	**1 770**	**-8 972**
06/30/2015	**23 149**	**93 325**	**1 680**	**6 286**	**-14 481**	**-6 076**	**-2 957**	**100 926**	**3 009**	**103 935**

* The data published for financial year 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see Note 2.4 - change in accounting policy)

2.6 Notes to the Condensed Consolidated Financial Statements

GENERAL INFORMATION

INCOME STATEMENT DETAIL

BALANCE SHEET DETAIL

ADDITIONAL INFORMATION

INFORMATION RELATIVE TO THE GROUP

LATECOERE is a French corporation ("société anonyme") headquartered in Toulouse, France.

The consolidated financial statements of the Latécoère Group for the half year ended on June 30, 2015, include the parent company and its subsidiaries (the whole being designated as "the Group") and the Group's share in associates.

The consolidated financial statements of the Group have been approved by the Management Board on September 22, 2015.

NOTE 1 MAIN EVENTS

Recapitalisation of the Group

The negotiations initiated at the end of December 2014 with the Group creditors continued during the first half of 2015 and resulted in the signing of a conciliation protocol with lenders on May 26, 2015 and approved by the Commercial Court of Toulouse on June 15, 2015. The main provisions of the agreement were:

- A first share capital increase, reserved for syndicated lenders, totalled €57 million
- A second share capital increase with preferential subscription rights preserved, totalled €223 million and allowing the Group to reimburse €123 million of syndicated credit and keep €100 million.

Following the approval of the provisions by the General Meetings, the two capital increases were carried out enabling the Group to reduce its debt by € 180 million and to bring €100 million of cash. Thus the Group's financial situation has become healthy.

NOTE 2 ACCOUNTING POLICIES

2.1 Basis of Preparation of the Financial Statements

The condensed consolidated financial statements at June 30, 2015 are prepared in compliance with IAS 34 "interim financial reporting". The Group has chosen not to apply by anticipation the standards and interpretations that will enter into force after June 30, 2015. The accounting rules and methods applied to the condensed consolidated financial statements at June 30, 2015 are identical to those applied in the consolidated financial statements at December 31, 2014 with the exception of standards, amendments and interpretations which are required to be applied as from January 1, 2015.

The financial statements are presented '000 EURO rounded to the closest thousand euros.

They are prepared on the basis of historical cost, with the exception of the following assets and liabilities which are valued at fair value: derivative financial instruments, financial instruments held for trading, financial instruments and liabilities designated at fair value through profit and loss.

2.2 Application of applicable standards, amendments and interpretations for the financial statements

The following standards and amendments were published in the Official Journal of the European Union at the closing date for these half-year financial statements and are applied for the first time at June 30, 2015:

- Annual improvements to IFRSs published in December 2013 (2011-2013 cycle);
- IFRIC 21, Levies.

The changes and impacts resulting from the application of IFRIC 21 are detailed Note 2.4 “change in accounting policy”.

Other standards, interpretations and amendments effective for reporting periods beginning on or after January 1, 2015 do not have a material impact on the Group’s consolidated financial statements.

2.3 Use of estimates and assumptions

The preparation of financial statements requires that the Management Board make estimates and assumptions which have an impact on the application of accounting methods as well as on amounts of assets and liabilities, income and expenses. The estimates and the underlying assumptions have been made from past experience and other factors considered as reasonable in view of the circumstances. They serve thus as the basis for the exercise of judgment necessary for the determination of the carrying value of assets and liabilities that cannot be obtained directly from other sources. Actual values may differ from estimated values.

The Management Board reviews its estimates and appreciations regularly on the basis of its past experience as well as other factors deemed reasonable, which constitutes the grounds for its appreciations of the carrying value of assets and liabilities. The impact of changes in accounting estimates is recognized during the period of the change if it affects only that period or during the course of the period of the change and subsequent periods if these are also affected by the change.

The judgments made by the Management Board having a significant impact on financial statements and estimates having an important risk of variations during the period, concern mainly the estimated margin on construction contracts (Note 6).

The estimate of the variation of employee benefits has been extrapolated on the basis of the information at December 31, 2014 since no significant change in assumptions has occurred during the first six months 2015.

At June 30, 2015, the estimates and the assumptions retained for the condensed consolidated financial statements were determined based on the elements in the Group's possession at the closing date and, particularly in the case of construction contracts, as a function of firm orders confirmed by aircraft manufacturers.

2.4 Change in accounting policy

The Group has applied IFRIC 21, Levies, with effect from January 1, 2015. IFRIC 21 defines when to recognize liabilities to pay levies imposed by a government. The date of recognition now corresponds to the obligating event that gives rise to the levy as defined by applicable local regulations.
As such, liabilities to pay certain levies, as well as the corresponding annual expense, are now recognizes in full on the date of the obligating event (generally January 1). For the Latécoère Group, this primarily concerns French levies. Prior to this change, the liability and the expense were recognized progressively over the full year.
In accordance with IAS 8 on changes in accounting policy applied retrospectively, comparative information for the prior period is presented in the 2015 consolidated financial statements.

The impacts of this change in accounting policy on the 2014 consolidated financial statements are shown below.

2.4.1 Impacts at January 1, 2014

Opening balance sheet at January 1, 2014

('000 EURO)	Jan 1, 2014 Published	Impact IFRIC 21	Jan 1, 2014 Restated
TOTAL NON-CURRENT ASSETS	**121 265**		**121 265**
TOTAL CURRENT ASSETS	**621 560**		**621 560**
TOTAL ASSETS	**742 824**		**742 824**

('000 EURO)	Jan 1, 2014 Published	Impact IFRIC 21	Jan 1, 2014 Restated
Share capital	23 017		23 017
Share premium	92 800		92 800
Treasury stock	1 691		1 691
Other Reserves	9 549		9 549
Accumulated Net Income	3 471	724	4 195
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT	**130 528**	**724**	**131 252**
Non-controlling interests	1 657		1 657
TOTAL EQUITY	**132 185**	**724**	**132 909**
Loans and bank borrowings	5 658		5 658
Refundable Advances	38 147		38 147
Employee benefits	14 061		14 061
Other provisions	756		756
Deferred tax liabilities	12 186	377	12 563
Financial derivative instruments	0		0
Other non-current liabilities	16 745		16 745
TOTAL NON-CURRENT LIABILITIES	**87 551**	**377**	**87 928**
Loans and bank borrowings (less than 1 year)	330 832		330 832
Refundable Advances	896		896
Accounts payable	175 485	-1 101	174 384
Income tax liabilities	1 464		1 464
Other current liabilities	9 151		9 151
Financial derivative instruments	5 261		5 261
TOTAL CURRENT LIABILITIES	**523 088**	**-1 101**	**521 987**
TOTAL LIABILITIES	**610 639**	**-724**	**609 915**
TOTAL EQUITY & LIABILITIES	**742 824**	**0**	**742 824**

The impacts on the consolidated balance sheet at January 1, 2014, derive from cancellation of the following:

- the liability due in respect of the French social security financing tax (Contribution Sociale de Solidarité des Sociétés – C3S), which was recognized on the consolidated balance sheet at December 31, 2013 but for which the obligating event took place on January 1, 2014; and
- the deferred tax arising from the temporary difference between the date on which the related expense was recognized and the date on which it became deductible for tax purposes.

2.4.2 Impacts at June 30, 2014

Consolidated income statement for first-half 2014

('000 EURO)	June 30, 2014 Published	Impact IFRIC 21	June 30, 2014 Restated
Revenue	321 434		321 434
Other operating revenue	295		295
Change in inventory: work-in-progress & finished goods	13 800		13 800
Raw material, Other Purchases & external charges	-196 386		-196 386
Personnel expenses	-122 750		-122 750
Taxes	-3 451	-884	-4 334
Amortization	-5 779		-5 779
Net operating provisions charge	-110		-110
Depreciation of current assets	1 497		1 497
Other operating income	9 469		9 469
Other operating expenses	-1 606		-1 606
OPERATING INCOME	**16 414**	**-884**	**15 530**
Operating Income / Sales	*5,11%*		*4,83%*
			0
Net Cost of debt	-7 255		-7 255
Foreign Exchange gains/losses realized	-1 875		-1 875
Other financial incomes and expenses realized	-1 566		-1 566
Realized financial result	**-10 696**		**-10 696**
Change in fair value of financial derivative instruments	775		775
Other financial incomes and expenses unrealized	-147		-147
Unrealized financial result	**628**		**628**
FINANCIAL RESULT	**-10 068**		**-10 068**
			0
Result from associates	0		0
Income tax	-1 345	183	-1 162
			0
NET RESULT FOR THE PERIOD	**5 001**	**-701**	**4 300**
Of which, Owners of the parent	4 979	-701	4 278
Of which, Non-controlling interests	22		22
Group net result/ sales	*1,55%*		*1,33%*
Weighted average number of shares	**11 520 470**		**11 520 470**
Earnings per share	**0,43**	**-0,06**	**0,37**
Diluted earnings per share	**0,39**	**-0,06**	**0,34**

The impacts on the first-half 2014 consolidated income statement derive from the recognition of the entire annual expense for certain levies for 2014 on the date of the obligating event (generally January 1) instead of progressively over the full year. This mainly concerned French levies. The change in recognition date also has an associated tax impact on the first half 2014.

IFRIC 21 has no impact on other comprehensive income for first-half 2014.

2.4.3 Impacts at December 31, 2014

Consolidated balance sheet at December 31, 2014

('000 EURO)	Dec 31, 2014 Published	Impact IFRIC 21	Dec 31, 2014 Restated
TOTAL NON-CURRENT ASSETS	**123 552**		**123 552**
TOTAL CURRENT ASSETS	**643 335**		**643 335**
TOTAL ASSETS	**766 887**		**766 887**

('000 EURO)	Dec 31, 2014 Published	Impact IFRIC 21	Dec 31, 2014 Restated
Share capital	23 091		23 091
Share premium	93 095		93 095
Treasury stock	1 625		1 625
Other Reserves	-9 218		-9 218
Accumulated Net Income	1 972	760	2 733
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT	**110 565**	**760**	**111 326**
Non-controlling interests	1 568		1 568
TOTAL EQUITY	**112 133**	**760**	**112 894**
Loans and bank borrowings	174 797		174 797
Refundable Advances	38 171		38 171
Employee benefits	15 839		15 839
Other provisions	943		943
Deferred tax liabilities	503	397	900
Financial derivative instruments	0		0
Other non-current liabilities	19 285		19 285
TOTAL NON-CURRENT LIABILITIES	**249 538**	**397**	**249 935**
Loans and bank borrowings (less than 1 year)	168 743		168 743
Refundable Advances	1 038		1 038
Accounts payable	185 813	-1 157	184 656
Income tax liabilities	3 024		3 024
Other current liabilities	18 549		18 549
Financial derivative instruments	28 048		28 048
TOTAL CURRENT LIABILITIES	**405 216**	**-1 157**	**404 059**
TOTAL LIABILITIES	**654 753**	**-760**	**653 993**
TOTAL EQUITY & LIABILITIES	**766 887**	**0**	**766 887**

NOTE 3 CONSOLIDATION SCOPE

As the Group has, directly or indirectly, exclusive control in all Group companies subsidiaries are consolidated by full consolidation. All the companies forming part of the consolidation scope close their financial statements on December 31.

	Company name	Country	Control %	Interest %	Consolidation method
Aerostructure segment:					
Aerostructure Industrial	LATECOERE	France		**Parent company**	
	LATECOERE do BRASIL	Brazil	100%	100%	Consolidation
	LATECOERE CZECH REPUBLIC s.r.o (ex LETOV s.r.o.)	Czech Republic	100%	100%	Consolidation
	LETOV LV a.s.	Czech Republic	100%	100%	Consolidation
	LATECOERE INC.	USA	100%	100%	Consolidation
	LATECOERE DEVELOPPEMENT	France	100%	100%	Consolidation
	LATECOERE BIENES RAICES	Mexico	100%	100%	Consolidation
	LATECOERE Mexico	Mexico	100%	0%	Consolidation
	LATECOERE Mexico Services	Mexico	100%	0%	Consolidation
Aerostructure Services	LATECOERE Services (ex LATecis)	France	100%	100%	Consolidation
	LATECOERE Services Iberia (ex LATecis Iberia)	Spain	100%	100%	Consolidation
	LATECOERE Services Limited (ex LATecis UK limited)	England	100%	100%	Consolidation
	LATECOERE Services Canada Inc. (ex LATecis Canada Inc.)	Canada	100%	100%	Consolidation
	LATECOERE services Gmbh	Germany	100%	100%	Consolidation
	G²METRIC	France	51%	51%	Consolidation
	G²METRIC GmbH	Germany	51%	51%	Consolidation
	G²METRIC Limited	England	51%	51%	Consolidation
Interconnection System segment:					
	LATelec	France	100%	100%	Consolidation
	LATelec GmbH	Germany	100%	100%	Consolidation
	SEA LATelec	Tunisia	100%	100%	Consolidation
	LATelec Mexico	Mexico	100%	0%	Consolidation
	LATelec Mexico Services	Mexico	100%	0%	Consolidation

For information, there has been no change in scope during the period.

NOTE 4 OPERATIONAL SEGMENTS

The sectors or segments presented by the Group are distinct components of the Group which are committed in the supply of goods or dependent services (business segments), and that are exposed to risks and to a profitability different from those of other segments.

In accordance with IFRS 8, the information presented by segment is based on the Group's internal reporting, examined regularly by Senior Management.

The accounting methods used by the Group for the establishment of the information presented by operational segment in accordance with IFRS 8 are identical to those used by the Group for the establishment of its consolidated financial statements under IFRS standards.

The Group uses **Economic EBIT** as relevant key indicator to monitor the economic performance of the Group sectors.

Economic EBIT corresponds at the consolidated financial statements level, (i) operating result (EBIT), (ii) corrected by the change in non recurring costs work in progress net of associated depreciation and provision.

Consolidated Net debt represents loans and bank borrowing (non-current and current) net of cash and cash equivalents

('000 EUR) **June 30, 2015**	Aerostructure Industrial	%	Aerostructure Services¹	%	Intersegment eliminations	Aerostructures	%	Interconnexion Systems	%	Intersegment eliminations	Total
Revenue	229 286	64%	52 075	14%	-6 298	275 063	76%	100 040	28%	-14 893	360 210
Inter-segment revenue	-13 138	88%	-6 002	40%	6 298	-12 841	86%	-2 052	14%	14 893	0
Consolidated revenue	**216 149**	**60%**	**46 073**	**13%**		**262 222**	**73%**	**97 989**	**27%**	**0**	**360 210**
Economic EBIT	**14 664**	**76%**	**1 612**	**8%**	**0**	**16 276**	**84%**	**3 056**	**16%**	**0**	**19 332**
Economic EBIT / revenue	*6,40%*		*3,10%*			***5,92%***		***3,05%***			***5,37%***
Operating result	**7 291**	**46%**	**1 612**	**10%**	**0**	**8 903**	**56%**	**7 052**	**44%**	**0**	**15 955**
Operating result/revenue	*3,18%*		*3,10%*			***3,24%***		***7,05%***			***4,43%***
Realized financial result	**-8 469**	**82%**	**136**	**-1%**	**0**	**-8 333**	**81%**	**-1 937**	**19%**	**0**	**-10 270**
Unrealized financial result	**-4 447**	**67%**	**-327**	**5%**	**0**	**-4 774**	**71%**	**-1 906**	**29%**	**0**	**-6 680**
Income tax and miscellaneous	-974		-621		0	-1 595		-762		0	-2 357
Net result	**-6 599**	**197%**	**801**	**-24%**	**0**	**-5 799**	**173%**	**2 447**	**-73%**	**0**	**-3 352**

('000 EUR) **June 30, 2015**	Aerostructure Industrial	%	Aerostructure Services¹	%	Intersegment eliminations	Aerostructures	%	Interconnexion Systems	%	Intersegment eliminations	Total
Intangible fixed assets	2 629	50%	2 242	43%	0	4 872	93%	388	7%	0	5 260
Goodwill	0	0%	1 300	100%	0	1 300	100%	0	0%	0	1 300
Tangible fixed assets	70 272	77%	5 656	6%	0	75 927	84%	14 837	16%	8	90 772
Other financial assets	77 972	0%	249	0%	0	78 221	0%	189	0%	-76 082	2 327
Total	**150 873**	**151%**	**9 447**	**9%**	**0**	**160 320**	**161%**	**15 414**	**15%**	**-76 074**	**99 660**
Net investments	4 953	72%	571	8%	0	5 524	80%	1 375	20%		6 899
Inventories	330 193	77%	765	0%	0	330 958	77%	97 589	23%	-1 078	427 468
Trade and other receivables	110 220	64%	43 663	25%	-2 966	150 917	87%	112 113	65%	-89 958	173 072
Net debt	295 592	95%	-3 573	-1%	0	292 019	94%	94 827	31%	-76 094	310 751
Accounts payable	216 033	111%	28 143	14%	-2 966	241 211	124%	43 787	22%	-89 960	195 037
Total Assets	**665 077**	**86%**	**56 867**	**7%**	**-2 966**	**718 978**	**93%**	**225 579**	**29%**	**-169 074**	**775 483**

¹ previously called "Engineering and Services"

('000 EUR) June 30, 2014*	Aerostructure Industrial	%	Aerostructure Services¹	%	Intersegment eliminations	Aerostructures	%	Interconnexion Systems	%	Intersegment eliminations	Total
Revenue	189 902	59%	49 546	15%	-4 445	235 003	73%	102 230	32%	-15 798	321 434
Inter-segment revenue	-12 082	76%	-3 416	22%	4 445	-11 053	70%	-4 745	30%	15 798	0
Consolidated revenue	**177 820**	**55%**	**46 129**	**14%**		**223 950**	**70%**	**97 484**	**30%**	**0**	**321 434**
Economic EBIT	**-9 387**	**225%**	**2 653**	**-64%**	**0**	**-6 734**	**162%**	**2 724**	**-65%**	**-157**	**-4 167**
Economic EBIT / revenue	*-4,94%*		*5,35%*			***-2,87%***		***2,66%***			***-1,30%***
Operating result	**7 539**	**49%**	**2 653**	**17%**	**0**	**10 192**	**66%**	**5 495**	**35%**	**-157**	**15 530**
Operating result/revenue	*3,97%*		*5,35%*			***4,34%***		***5,38%***			***4,83%***
Realized financial result	**-10 577**	**99%**	**39**	**0%**	**0**	**-10 538**	**99%**	**-157**	**1%**	**0**	**-10 696**
Unrealized financial result	**1 315**	**209%**	**-25**	**-4%**	**0**	**1 290**	**205%**	**-662**	**-105%**	**0**	**628**
Income tax and miscellaneous	971		-764		0	207		-1 369		0	-1 162
Net result	**-753**	**-18%**	**1 902**	**44%**	**0**	**1 150**	**27%**	**3 307**	**77%**	**-157**	**4 300**
Net result/revenue	*-0,40%*		*3,84%*			***0,49%***		***3,23%***			***1,34%***

* The data published for first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

('000 EUR) Dec 31, 2014*	Aerostructure Industrial	%	Aerostructure Services¹	%	Intersegment eliminations	Aerostructures	%	Interconnection Systems	%	Intersegment eliminations	Total
Intangible fixed assets	2 110	44%	2 243	47%	0	4 353	90%	470	10%	0	4 823
Goodwill	0	0%	1 300	100%	0	1 300	100%	0	0%	0	1 300
Tangible fixed assets	69 577	78%	5 687	6%	0	75 264	84%	14 451	16%	8	89 722
Other financial assets	80 296	0%	864	0%	0	81 159	0%	1 407	0%	-76 095	6 471
Total	**151 982**	**149%**	**10 094**	**10%**	**0**	**162 076**	**158%**	**16 327**	**16%**	**-76 087**	**102 316**
Net investments	10 440	66%	3 192	20%	0	13 631	87%	2 108	13%		15 739
Inventories	330 332	79%	1 207	0%	0	331 540	79%	87 151	21%	-1 078	417 612
Trade and other receivables	102 560	62%	42 050	26%	-3 126	141 483	86%	118 746	72%	-95 389	164 841
Net debt	299 884	97%	-6 187	-2%	0	293 697	95%	92 585	30%	-76 108	310 174
Accounts payable	207 769	113%	30 615	17%	-3 126	235 258	127%	44 787	24%	-95 389	184 656
Total Assets	**666 214**	**87%**	**58 618**	**8%**	**-3 126**	**721 706**	**94%**	**219 538**	**29%**	**-174 358**	**766 887**

¹ previously called "Engineering and Services"

* The date published for financial year 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

The elimination of inter-segments from "Other financial assets" and from net debt corresponds primarily to loans of subsidiaries related to the arrangement of the syndicated loan at the Latécoère Company level.

NOTE 5 FIXED ASSETS

Gross value of assets

('000 EUR)	Dec 31, 2014	Currency variations	Other	Acquisitions	Disposals	June 30, 2015
Franchises/patents/similar rights	13 573	28	29	1 253	-1	14 882
Other Intangible Fixed Assets	4 579	0	-31	55	0	4 603
INTANGIBLE ASSETS	**18 152**	**28**	**-2**	**1 308**	**-1**	**19 485**
Land	5 755	-10	0	0	0	5 745
Buildings	53 120	74	249	503	0	53 946
Plants & Equipment	95 486	-96	2 558	2 720	-841	99 828
Other Fixed Assets	22 113	-33	-838	716	-48	21 910
Fixed assets in progress	12 781	5	-1 967	2 225	0	13 044
Advanced payments on fixed assets	3	0	0	65	0	68
Real estate leasing	9 682	0	0	0	0	9 682
TANGIBLE ASSETS	**198 940**	**-59**	**2**	**6 229**	**-889**	**204 223**

Amortization of assets

('000 EUR)	Dec 31, 2014	Currency variations	Other	Increase	Decrease	June 30, 2015
Franchises/patents/similar rights	9 286	30	0	858	0	10 173
Other Intangible Fixed Assets	4 043	-2	0	11	0	4 052
AMORTIZATION INTANGIBLE ASSETS	**13 329**	**28**	**0**	**869**	**0**	**14 225**
Buildings	21 593	25	0	1 201	0	22 819
Plants & Equipment	69 652	-334	0	3 536	-806	72 047
Other Fixed Assets	13 373	-41	0	707	-23	14 016
Real estate leasing	4 599	0	0	-31	0	4 568
AMORTIZATION TANGIBLE ASSETS	**109 217**	**-350**	**0**	**5 413**	**-830**	**113 450**

Net value of assets

('000 EUR)	Dec 31, 2014	June 30, 2015
Franchises/patents/similar rights	4 823	5 260
Other Intangible Fixed Assets	0	0
INTANGIBLE ASSETS	**4 823**	**5 260**
Land	5 755	5 745
Buildings	31 140	31 127
Plants & Equipment	25 835	27 781
Other Fixed Assets	8 740	7 895
Fixed assets in progress	12 781	13 044
Advanced payments on fixed assets	3	68
Real estate leasing	5 469	5 114
TANGIBLE ASSETS	**89 722**	**90 772**

Tangible and intangible investments of H1 2015 totaled €7.5 million, of which:

- Industrial plant and equipment for €3.5 million;
- Computer projects and licenses for €2.1 million (principally information systems master plans);
- Computer hardware, and layouts and fitting work for €0.3 million;

NOTE 6 INVENTORIES AND WORK-IN-PROGRESS AND CONSTRUCTION CONTRACTS

6.1 Detail of Inventories and Work-in-Progress

('000 EURO)	June 30, 2015			Dec 31, 2014			Variation		
	Gross	Provision	Net	Gross	Provision	Net	Gross	Provision	Net
Industrial Inventories	192 042	-17 803	174 239	176 741	-15 734	161 007	15 301	-2 069	13 232
Work in progress - Non Recurring Cost	273 949	-20 720	253 229	274 611	-18 005	256 605	-662	-2 714	-3 376
TOTAL	**465 991**	**-38 523**	**427 468**	**451 352**	**-33 739**	**417 612**	**14 639**	**-4 783**	**9 856**

Industrial inventories include raw materials, parts and work-in-progress. Non-recurring work-in-progress is made up of the development costs of programs (NRC work-in-progress), and the curve recognized in accordance with IAS 11 (Construction Contracts).

6.2 Construction Contracts

In million of euros	June 30, 2015	Dec 31, 2014
Amount due from customers (work in progress)	303	302
Amount due to customers	0	0
Revenue recognized from the origin of the contracts*	2 863	2 924
Expenses incurred since the origin of the contracts*	3 095	3 145
Refundable Advances	41	39

* A contract has expired during 2014.

Construction contracts are based on forecasts made by the Group taking into account the commercial information (order book and production rates) released by the different aircraft manufacturers and the information coming from the outlook for the aeronautical market. Future costs are estimated on the basis of the industrial organizations of the Group.

Furthermore, the dollar flows (revenue and expenses) representing a significant share of the total flows, the Group founded its projections on a historical analysis of the dollar, assumptions of the future evolution of the dollar in relation to the duration of contracts. This last assumption could be reviewed depending on the outlook for the currency evolution and its impact on the projections.

The main construction contracts relate to the following programs: A380 (lower part of the nose section, doors of upper deck, electrical racks, commercial harnesses), A400M (electrical rack), F7X (harnesses, rear fuselage section), Embraer ERJ 170/190 (fuselage section and doors), and Boeing 787 (passenger doors). Detailed numbers by program (and in particular, the margins of construction contracts) cannot be communicated, for confidentiality reasons.

NOTE 7 FINANCIAL ASSETS

Fair value of financial assets

The fair value of financial assets recorded at amortized cost is close to the carrying amount. The Group uses the following hierarchy of inputs to determine the fair value of its financial assets:

- Category 1 (cat1): inputs that reflect quoted prices for identical assets or liabilities in active markets;
- Category 2 (cat 2): directly or indirectly observable inputs other than quoted prices for identical assets or liabilities in active markets;
- Category 3(cat 3): unobservable inputs.

('000 EURO)	Loans and receivables at amortised cost	Financial assets at fair value through profit and loss	Hedging instruments	June 30, 2015	Fair value
Non current financial assets	2 327			2 327	
Trade receivables and other receivables	173 072			173 072	
Financial instruments		35	763	798	798
Cash and cash equivalent	21 535	2 844		24 378	2 844
TOTAL FINANCIAL ASSETS	**196 934**	**2 879**	**763**	**200 576**	**3 642**

('000 EURO)	Level 1	Level 2	Level 3	Fair value
Financial instruments		798		798
Cash and cash equivalent	2 844			2 844
TOTAL	2 844	798	0	3 642

('000 EURO)	Loans and receivables at amortised cost	Financial assets at fair value through profit and loss	Hedging instruments	Dec 31, 2014*	Fair value
Non current financial assets	6 471			6 471	
Trade receivables and other receivables	164 841			164 841	
Financial instruments		0	0	0	0
Cash and cash equivalent	20 226	13 140		33 366	13 140
TOTAL FINANCIAL ASSETS	**191 537**	**13 140**	**0**	**204 678**	**13 140**

('000 EURO)	Level 1	Level 2	Level 3	Fair value
Financial instruments		0		0
Cash and cash equivalent	13 140			13 140
TOTAL	**13 140**	**0**	**0**	**13 140**

The fair value of a trade receivable is treated as its balance sheet value, given the very short payment periods. The same is true for other receivables.

NOTE 8 RECEIVABLES AND OTHER CURRENT ASSETS

('000 EURO)	June 30, 2015	Dec 31, 2014
Advanced payments	1 231	827
Trade receivables*	151 160	142 455
Group current account	0	16
Tax receivables	14 224	11 793
Other current receivables	6 457	9 749
TOTAL RECEIVABLES	**173 072**	**164 841**
Prepaid expenses	4 869	2 383
Other current assets	618	401
TOTAL OTHER CURRENT ASSETS	**5 487**	**2 784**

* At June 30, 2015, the amount of trade receivables assigned to the factor was €90.4 million. The amount financed by the factor on the basis of the assigned receivables amounted to €51 million. At December 31, 2014, the amount of receivables assigned to the factor amounted to €108.2 million. The amount financed by the factor on the basis of the assigned receivables amounted to €67.5 million.
As the Group remains responsible for collection of assigned customer receivables, these receivables continue to appear in assets.

NOTE 9 DERIVATIVE INSTRUMENTS

New hedging financial instruments were put in place during H1 2015 as follows:

- Hedging financial instruments EUR/USD for 250,3 MUSD to hedge 2016 and 2017 exhibition,
- Hedging financial instruments EUR/CZK for 24 MEUR to hedge 2016 exhibition,
- Hedging financial instruments BRL/USD for 9,6 MUSD to hedge 2016 and 2017 exhibition.

9.1 Information on the value of derivative instruments and on their covered notional contract value

('000 EURO)	Balance sheet position		Notional*	Maturity		
	Assets	Liabilities		< 1 year	From 1 to 5 years	> 5 years
Derivative instruments not designed as a hedge:						
- Forward currency contracts BRL/USD	14	1 164	13 942	9 652	4 290	0
- Currency option contracts ** and forward currency contracts EUR/USD	0	17 217	**			
- Currency option contracts EUR/CZK **	21	137	**			
Cash flow hedging:						
- Forward currency contracts EUR/USD	715	236	62 561	44 687	17 875	0
- Currency option contracts EUR/USD (intrinsic value) ***		22 613	415 810	415 810	0	0
- Currency option contracts EUR/CZK (intrinsic value)	48	0	36 000	24 000	12 000	0
Foreign currency Derivative instruments	**798**	**41 367**	**528 314**	**494 149**	**34 165**	**0**
Financial instruments not designed as a hedge:						
- Collar ****	**0**	**335**	**50 000**	50 000	0	0
Interest rate Derivative instruments	**0**	**335**	**50 000**	**50 000**	**0**	
Financial instruments not designed as a hedge	35	18 853	63 942	59 652	4 290	0
Cash flow hedgind	763	22 849	514 372	484 497	29 875	0
TOTAL OF DERIVATIVES INSTRUMENTS	**798**	**41 702**	**578 314**	**544 149**	**34 165**	**0**
of which non current derivative instruments	0	367				
of which current derivative instruments	798	41 335				

*Notional is converted in euro K by applying the exchange rate at the closing date
** Correspond essentially to time value and digital option
*** To avoid redundancy of information, the total notional amount of currency options EUR / USD (intrinsic value and time value) is mentioned in the line "Currency option contract EUR / USD (intrinsic value)"
**** These instuments cover the debt of the Group to a total value of total value of € 50 million over the period 2015.

9.2 Information on the impact of derivative instruments on income and shareholders' equity

Impact of future cash flow hedging

('000 EURO)	June 30, 2015	Dec 31, 2014
Equity - Hedging instruments (net of tax) at the opening date	**-8 597**	**9 678**
Equity change for the effective portion	-31 216	-25 118
Reclasssified in income when the hedged element affects profit and loss *	22 237	-2 953
Translation differences	-11	18
Deferred tax variation	3 107	9 778
Equity - Hedging instruments (net of tax) at the closing date	**-14 481**	**-8 597**

Impact of derivative instruments to which hedge accounting is not applied

('000 EURO)	June 30, 2015	Dec 31, 2014
Fair value at the opening date	**-13 935**	**-3 564**
Recorded through income statement before Taxes	-4 883	-10 371
Fair value at the closing date	**-18 818**	**-13 935**

NOTE 10 SHAREHOLDERS' EQUITY

10.1 Breakdown of Capital

	June 30, 2015	Dec 31, 2014
Number of shares	11 574 265	11 545 499
Nominal value of each share (in euro)	2,00	2,00
Share Capital	23 148 530	23 090 998

28 766 share warrants (BSA) were exercised during H1 2015.

	June 30, 2015	June 30, 2014*
Averaged issued shares	11 553 161	11 530 926
Averaged treasury shares	9 876	10 455
Weighted average shares (a)	**11 543 284**	**11 520 470**
Dilutive impact of convertible bonds (b)	0	0
Dilutive impact of share purchase warrant (c)	77 207	1 190 918
Total of shares diluted (a+b+c)	**11 620 491**	**12 711 388**
Net resultat - Group Share (in euro) (d)	-5 137 929	4 278 204
Result impact of Convertible bonds (e)	0	0
Diluted result (d+e)	**-5 137 929**	**478 204**
Earnings per share (in euro)	-0,45	0,37
Diluted earnings per share (in euro)	-0,44	0,04

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

All shares were fully paid.

10.2 Treasury Shares

Number of shares	Dec 31, 2014	Acquisitions	Disposals	June 30, 2015	% of ownership
LATECOERE Shares	12 421	271 480	276 359	7 542	0,07%

('000 EURO)	Dec 31, 2014	Acquisitions / Provisions	Cessions	June 30, 2015	Average purchase price
LATECOERE Shares	108	2 800	2 833	76	10,01

NOTE 11 NON-CURRENT PROVISIONS

('000 EURO)	Dec 31, 2014	Increase	Write-backs used	Write-backs not used	June 30, 2015
Provisions	**943**	**0**	**-383**	**0**	**560**

NOTE 12 EMPLOYEE BENEFITS

('000 EURO)	June 30, 2015	Dec 31, 2014
Retirement bonus	14 117	13 797
Long-service medals	2 094	2 042
TOTAL	**16 210**	**15 839**

Retirement liabilities and the obligation under long-service medals accounted for at June 30, 2015 were calculated according to the method accepted during the calculation carried out at December 31, 2014.

NOTE 13 FINANCIAL LIABILITIES

13.1 Detail of Financial liabilities

('000 EURO)	Financial liabilities at fair value through profit and loss	Hedging instruments	Other financiel liabilities	June 30, 2015	Fair value
Refundable Advances			41 374	41 374	41 374
Syndicated loan - Tranche B			225 610	225 610	225 610
Syndicated loan - Other tranches			52 500	52 500	52 500
Other Bank loans			1 792	1 792	1 767
Factoring			48 884	48 884	48 884
Finance lease			2 370	2 370	2 373
Unsecured banking facility and other			3 974	3 974	3 974
Other non-current liabilities			22 211	22 211	22 211
Financial instruments	18 853	22 849		41 702	41 702
Accounts payable			195 037	195 037	195 037
TOTAL FINANCIAL LIABILITIES	**18 853**	**22 849**	**593 752**	**635 453**	**635 432**

('000 EURO)	Level 1	Level 2	Level 3	Fair value
Financial instruments	0	41 702	0	41 702
TOTAL	0	41 702	0	41 702

('000 EURO)	Financial liabilities at fair value through profit and loss	Hedging instruments	Other financiel liabilities	Dec 31, 2014	Fair value
Refundable Advances			39 209	39 209	39 209
Syndicated loan - Tranche B			225 610	225 610	225 610
Syndicated loan - Other tranches			52 500	52 500	52 500
Other Bank loans			2 952	2 952	2 928
Factoring			56 706	56 706	56 706
Finance lease			2 706	2 706	2 709
Unsecured banking facility and other			3 066	3 066	3 066
Other non-current liabilities			19 285	19 285	19 285
Financial instruments	13 935	14 113		28 048	28 048
Accounts payable			185 813	185 813	185 813
TOTAL FINANCIAL LIABILITIES	**13 935**	**14 113**	**587 847**	**615 895**	**615 874**

('000 EURO)	Level 1	Level 2	Level 3	Fair value
Financial instruments	0	28 048	0	28 048
TOTAL	0	28 048	0	28 048

The fair value of accounts payable is treated as its balance sheet value, given the very short payment periods. The same is true for other payables. Loans and bank borrowings are accounted for at amortized cost, calculated used the effective interest rate ("TIE").

The financial liabilities which balance sheet value differs from fair value are fixed rate loans and bank borrowings, which are not subject to hedging.

13.2 Loans and Bank borrowings

('000 EURO)	June 30, 2015	Dec 31, 2014
Bank loans - non current	79	172 778
Leasing - non current	1 684	2 020
Non-current liabilities	**1 763**	**174 797**
Bank loans - current	279 822	108 285
Leasing - current	686	686
Factoring	48 884	56 706
Other short term credit	3 974	3 066
Current liabilities	**333 367**	**168 743**
TOTAL OF LOAN AND BANK BORROWINGS	**335 130**	**343 540**

Debt reconciliation related to the factor (factoring):

('000 EURO)	June 30, 2015	Dec 31, 2014
Receivables sold to the factor	90 433	108 196
Financing obtained from the factor	50 997	67 521
Cash available from the factor	-2 112	-10 815
DEBT - FACTORING	**48 884**	**56 706**

('000 EURO)	Currency	Interest rate	Maturity	June 30, 2015	
				Notional	Actual
Syndicated loan - Tranche B	EURO	EURIBOR+ margin	2018	225 610	225 610
Syndicated loan - other tranches	EURO	EURIBOR+ margin	2015	54 652	52 500
Bank borrowings with guarantee	EURO	3,0%-4,8%-5,9%	2014-2016	21 209	1 400
Bank borrowings with guarantee	EURO	EURIBOR+ margin	2016	1 500	392
Factoring	EURO/USD	EURIBOR/LIBOR + margin	2015	102 000	48 884
Finance lease	EURO	4,7%-7,2%	2010-2020	25 013	2 370
Unsecured banking facility and other	EURO	EURIBOR + margin	n/a	3 974	3 974
TOTAL OF LOAN AND BANK BORROWINGS				**462 558**	**335 130**

NOTE 14 OTHER LIABILITIES

('000 EURO)	June 30, 2015	31/12/2014*
Trade payables	100 800	91 155
Employee related liabilities	58 128	54 597
State payables	17 665	12 537
Credit balance on trade receivables and advance payments from customers	3 866	10 617
Other creditors	14 578	15 750
ACCOUNTS PAYABLE	**195 037**	**184 656**

* The data published for for December 31, 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see Note 2.4 - change in accounting policy)

State payables at June 30, 2015 include the amount of the adjustment relating to the appreciation of the basis serving in the calculation of the property tax. Indeed, a dispute existed between the Company and the tax authorities concerning the consequences of an appreciation of the basis of the property tax for the years 2005 to 2009. This dispute was the subject of a judgment of the Administrative Court of Appeal of Bordeaux on July 13, 2015. By this decision, the Administrative Court of Appeal of Bordeaux has confirmed the validity of the adjustments proposed by the tax authorities. The company received late August payment notices for € 4.1 million. Total provisions recorded at June 30, 2015 are of €5 million.

However, the Company decided to appeal against the decision in front of the State Council, a summary memory has been filed for this purpose on September 14, 2015.

NOTE 15 TAXES

15.1 Income Tax Receivable

The amount recorded at June 30, 2015 for €19.9 million corresponds to tax credits for €18.9 million (primarily, the research-based tax credit).

15.2 Deferred Taxes

('000 EURO)	June 30, 2015	Dec 31, 2014*
Deferred tax assets	21 235	17 075
Deferred tax liabilities	-900	-12 186
DEFERRED TAX AT OPENING	**20 335**	**4 890**
Deferred tax Income (Expense) recognised in P&L	492	5 637
Deferred tax variation recognised directly in equity	3 030	10 206
DEFERRED TAX AT CLOSING	**23 857**	**20 732**
Of which Deferred tax assets	24 685	21 235
Of which Deferred tax liabilities	-828	-900

* The data published for for December 31, 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see Note 2.4 - change in accounting policy)

The analysis of the net deferred tax assets by nature is as follows:

('000 EURO)	June 30, 2015	Dec 31, 2014*
Tangible and intangible assets	-3 596	-2 955
Financial instruments	14 066	9 557
Retirement bonus	4 713	4 536
Other provisions (regulated provision)	-2 823	-2 521
Loan and bank borrowings	-1 028	-426
Loss carry-forwards	11 854	11 854
Other	671	291
NET DEFERRED TAX ASSETS (LIABILITIES)	**23 857**	**20 335**

* The data published for for December 31, 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see Note 2.4 - change in accounting policy)

The main sources of deferred tax assets were the recognition of the loss carry-forwards from the French tax group in an amount of €11.9 million at June 30, 2015. Over the French tax consolidation scope, deferred tax assets in an amount of €47.0 million were not recognized at June 30, 2015. The Group's tax losses come from the French tax group and may be carried forward without limit in time. In order to assess its ability to reclaim these assets, the Group takes into account estimates of the future tax results of the tax consolidation scope over a period generally of five years.

NOTE 16 RAW MATERIALS, OTHER PURCHASES & EXTERNAL CHARGES

('000 EURO)	June 30, 2015	June 30, 2014
Raw material consumed	-73 539	-64 715
Cost of goods sold	-748	-901
Sub-contracting	-110 662	-95 748
External charges	-35 077	-35 022
RAW MATERIAL, OTHER PURCHASES & EXTERNAL CHARGES	**-220 027**	**-196 386**

NOTE 17 OTHER INCOME AND EXPENSE

At June 30, 2015, the other income includes in particular grants and tax credit (research-based tax credits and CICE *crédit d'impôt pour la compétitivité et l'emploi*) for €6.2 million, and own work capitalized for €2.1 million.

NOTE 18 DETAIL OF FINANCIAL RESULT

('000 EURO)	June 30, 2015	June 30, 2014
Interest expense - net	-7 097	-7 255
Foreign Exchange gains/losses realized :	-296	-1 875
- derivative instuments EUR/USD	**-5 962**	**-362**
- other derivative instrument	**-716**	**-818**
- Foreign Exchange gains/loss realized	**6 382**	**-695**
Other realized financial expenses / income	-2 878	-1 566
Realized net financial result	**-10 270**	**-10 696**
Change in fair value of financial instruments :	-3 909	775
- Change in fair value of currency derivative instruments EUR/USD	**-4 273**	**-1 313**
- Change in fair value of other currency derivative instruments	**34**	**1 163**
- Change in fair value of interest rate contract	**330**	**924**
Valuation of items on balance sheet at the closing date	-1 528	935
Other unrealized financial expenses / income	-1 243	-1 082
Unrealized net financial result	**-6 680**	**628**
FINANCIAL RESULT	**-16 950**	**-10 068**

NOTE 19 INCOME TAXES

('000 EURO)	June 30, 2015	June 30, 2014*
Current income taxes	-2 849	-994
Deferred taxes	492	-168
TOTAL	**-2 357**	**-1 162**

* The data published for the first-half 2014 have been restated to reflect the impact of the change in accounting policy resulting from the retrospective application of IFRIC 21, Levies (see note 2.4 - change in accounting policy)

NOTE 20 RISK MANAGEMENT

Except for the following clarifications explained below, The Group's exposure to the principal risks did not significantly change during H1 2015. These risks are described in Note 22 to the consolidated financial statements of the 2014 Registration Document.

20.1 Liquidity Risk

In order to face up to its liquidity risk, the Group uses borrowings, short-term credit lines, authorized overdrafts and discount lines. Undiscounted cash flows presented in the tables below integrate financial interests. The financial liabilities by maturity are analyzed as follows:

('000 EURO)	June 30, 2015				
	Carrying value	Undiscounted cash flow	Less than 1 year	From 1 to 5 years	Over 5 years
Refundable Advances	41 374	-72 438	-3 760	-28 086	-40 593
Syndicated loan - Tranche B	225 610	-246 251	-246 251		
Syndicated loan - Other tranches	52 500	-53 460	-53 460		
Other bank loans	1 792	-1 903	-1 550	-353	
Factoring	48 884	-48 884	-48 884		
Finance lease	2 370	-2 693	-811	-1 601	-281
Other short term credit	3 974	-3 974	-3 974		
Accounts payable	217 248	-217 248	-201 254	-11 289	-4 705
FINANCIAL LIABILITIES (except derivative instr.)	**593 752**	**-646 851**	**-559 944**	**-41 329**	**-45 578**
Derivative instruments (instrinseque value)	22 849	-22 849	-22 849		
TOTAL FINANCIAL LIABILITIES	**616 601**	**-669 700**	**-582 793**	**-41 329**	**-45 578**

('000 EURO)	Dec 31, 2014				
	Carrying value	Undiscounted cash flow	Less than 1 year	From 1 to 5 years	Over 5 years
Refundable Advances	39 209	-73 433	-2 312	-27 613	-43 508
Syndicated loan - Tranches B	225 610	-246 251	-60 649	-185 602	
Syndicated loan - Other tranches	52 500	-53 460	-53 460		
Other bank loans	2 952	-8 084	-3 477	-4 057	-549
Factoring	56 706	-56 706	-56 706		
Finance lease	2 706	-3 081	-811	-1 803	-467
Other short term credit	3 066	-3 066	-3 066		
Accounts payable	205 098	-205 098	-188 617	-10 863	-5 618
FINANCIAL LIABILITIES (except derivative instr.)	**587 847**	**-649 179**	**-369 098**	**-229 938**	**-50 143**
Derivative instruments (instrinsic value)	14 113	-14 113	-14 113		
TOTAL FINANCIAL LIABILITIES	**601 960**	**-663 292**	**-383 211**	**-229 938**	**-50 143**

20.2 Foreign Currency Exposure

US Dollar Foreign Currency Exposure

Through its international exposure and invoicing in US dollars to its French customers, the Group is confronted with foreign currency exposure. The exposure linked to fluctuations in US dollars is partially hedged through forward sales contracts and option "collars". The dollar rate and the associated foreign exchange rate exposure are part of the estimated future assumptions for the determination of margins on construction contracts.
The LATECOERE Group's USD hedging policy limits the impact of currency variations on the individual and consolidated financial statements. It should be noted that this table only reflects the situation noted at June 30, 2015.

The Group's foreign currency balance sheet information exposure in dollars is the following:

	June 30, 2015		Dec 31, 2014	
	'000 $	'000 €	'000 $	'000 €
Accounts Receivable	112 648	100 677	121 007	99 668
Accounts Payable	-44 597	-39 858	-38 150	-31 422
Other (including advanced payments suppliers and customers)	-43 756	-39 107	-56 494	-46 531
Net debt	15 922	14 230	10 734	8 841
NET EXPOSITION BEFORE HEDGING	**40 215**	**35 942**	**37 097**	**30 555**
Hedging instruments for the receivables on the balance sheet	0	0	0	0
NET EXPOSITION AFTER HEDGING	**40 215**	**35 942**	**37 097**	**30 555**

A sensitivity analysis was carried out, based on the assumption of a 5 cents fall of the dollar in relation to the euro on the basis of the Group's net balance sheet exposure at June 30, 2015. This variation would have resulted in a pre-tax decrease in result of €1. 712k at June 30, 2015.

NOTE 21 FINANCIAL COMMITMENTS AND CONTINGENT LIABILITIES

21.1 Financial Commitments

The Group's financial commitments and contingent liabilities did not change significantly during H1 2015.

21.2 Commitments under Operating Leases

Within the framework of its operation, the Group is caused to set up operating leases. The main contracts are the following:

- leasing of vehicles;
- leasing of computer and office equipment (general and technical office data processing equipment, photocopiers, fax machines, etc.);
- real estate leasing;
- other leasing (as needed).

All these contracts do not include any specific clause that could have an impact on the method of renewal or of termination of these contracts.

21.3 Other Contingent Liabilities

At 30 June 2015, the Group has not identified any other significant contingent liabilities.

NOTE 22 RELATED PARTIES

Transactions with related parties are done on a market-price basis.

Relations between the Latécoère Group and related parties during H1 2015 remained comparable to those for 2014. No significant transaction which was extraordinary, either by its nature or its amount, occurred during H1 2015. Furthermore, the principles of remuneration and benefits granted to the Group's managing executives and corporate officers remained significantly unchanged during H1 2015.

NOTE 23 SUBSEQUENT EVENTS

Recapitalisation of the Group

In accordance with the Conciliation Agreement (*protocole de conciliation*) signed with its creditors, and with the approval by the General Meeting of Shareholders of the restructuring project, the Group launched two successive capital increases totalling €280 million as follows:

- A first share capital increase, reserved for syndicated lenders, totalled €57 million
- A second share capital increase with preferential subscription rights preserved, totalled €223 million and allowing the Group to reimburse €123 million of syndicated credit and keep €100 million.

Following the approval of the provisions by the General Meetings, the two capital increases were carried out enabling the Group to reduce its debt by € 180 million and to bring €100 million of cash. Thus the Group's financial situation has become healthy.

New share capital of Latécoère

Following the increase in capital with preferential subscription rights maintained, Latécoère's share capital is distributed as follows:

Shareholder	Number of shares	shareholders %
Funds managed of advised by affiliates of Apollo Global Management LLC (« Apollo »)[1]	13.973.457	15,0%
Monarch Master Funding 2 (Luxembourg) S.à r.l. (« Monarch »)	10.642.486	11,4%
Concert Apollo + Monarch	**24.615.943**	**26,4%**
Barclays Bank PLC	2.959.883	3,2%
Burlington Loan Management Limited	4.555.729	4,9%
HSBC Bank PLC	1.913.899	2,1%
Eiffel Investment Group[2]	871.707	0,9%
Total Lenders	**34.917.161**	**37,4%**
Existing Shareholders of Latécoère	58.430.004	62,6%
TOTAL	**93.347.165**	**100,0%**

[1] Concerned entities are Apollo Centre Street Partnership, L.P., AESI II (Lux) S.à r.l., Apollo Franklin Partnership, L.P., Apollo Investment Europe III (Lux) S.à r.l., COF III (Lux) S.à r.l., AEC (Lux) S.à r.l., ANS Europe (Lux) S.à r.l., Apollo Special Opportunities Managed Account, L.P. and Apollo Zeus (Lux) S.à r.l.

[2] Concerned entities are Eiffel Credit Opportunities, Eiffel Credit Value Master Fund, Sciens Group Alternative Strategies PCC Limited and SGI Managed Assets SPC Limited.

Governance

In accordance with the motions approved by the General Assembly, the Group has a new management structure as of September 22, 2015, passing from a structure composed of a Supervisory Board and a Management Board to one composed of a Board of Directors. Frédéric Michelland has been appointed as Chief Executive Officer and Olivier Regnard as Deputy Chief Executive Officer.

The Group's Board of Directors is composed of:

- Pierre Gadonneix, President of the Board of Directors;
- Frédéric Michelland, Chief Executive Officer;
- Jean-Luc Allavena, Christophe Villemin and Robert Séminara, Apollo representatives;
- Matthew Glowasky and Josiah Rotenberg, Monarch Capital representatives;
- Claire Dreyfus-Cloarec and Francis Niss, independent members;
- A 3rd independent member is currently being selected whose appointment will be proposed at the next Board of Directors' Meeting;
- Jean-Louis Peltriaux, employee shareholder representative.

3 STATEMENT BY THE PERSON RESPONSIBLE FOR THE REPORT

"I hereby declare that, to the best of my knowledge, the condensed financial statements for the first-half 2015 have been prepared in accordance with the applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and results of the company and of the consolidated entities; and that the half-year report set forth in chapter 1 of this report, includes a fair review of the important events which occurred during the first six months of the year, their impact on the financial statements for the half year, the principal transactions between related parties together with a description of the principal risks and uncertainties for the remaining six months of the year. "

Toulouse, September 22, 2015

Chief Executive Officer
Frédéric Michelland

4 STATUTORY AUDITORS' REPORT ON THE 2015 CONDENSED HALF-YEAR CONSOLIDATED FINANCIAL STATEMENTS

From the period from January 1 to June 30, 2015

To the Shareholders,

In compliance with the assignment entrusted to us by your shareholders' meeting and in accordance with the requirements of article L. 451-1-2 III of the French Monetary and Financial Code ("*Code monétaire et financier*"), we hereby report to you on:

- the review of the accompanying condensed half-yearly consolidated financial statements of Latécoère S.A., for the period from January 1 to June 30, 2015.
- the verification of the information presented in the half-yearly management report.

These condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

I. Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 - standard of the IFRSs as adopted by the European Union applicable to interim financial information.

Without qualifying our conclusion, we draw your attention to the matter set out in note "1 – Main events" to the half-yearly consolidated financial statements regarding the recapitalization of the Company and the related stabilizing of its financial situation.

II. Specific verification

We have also verified the information presented in the half-yearly financial report on the condensed half-yearly consolidated financial statements subject to our review. We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

Labège, on the 28 septembre 2015

Michel Dedieu
Partner

Paris, on the 28 September 2015

Gilles Hengoat
Partner