

Consolidated financial statements

DECEUNINCK CONSOLIDATED INCOME STATEMENT

(PERIOD FROM 1 JANUARY 2007 TO 31 DECEMBER 2007 AND FROM 1 JANUARY 2006 TO 31 DECEMBER 2006)

Deceuninck consolidated income statement			
In thousands of Euros	Note	2006	2007
Net turnover		662,695	656,569
Cost of goods sold	4	-489,567	-473,139
Gross profit		173,128	183,430
Marketing, sales and distribution costs		-120,901	-112,467
Research and development costs		-5,106	-4,511
Administrative and general costs		-46,050	-47,534
Other operating revenues (costs)	4	-2,780	-608
Operating profit before goodwill		-1,709	18,310
Special impairments on goodwill	8	-19,757	
Operating result		-21,466	18,310
Financial result	4	-12,122	-11,252
Profit before taxes		-33,588	7,058
Tax on profits	5	-1,224	-1,518
Profit for the financial year		-34,812	5,540
Normal profit per share allocatable to the shareholders of the parent company (Euro)		-1.64	0.25
Diluted profit per share allocatable to the shareholders of the parent company (Euro),		-1.64	0.25

THE PROFIT FOR THE FINANCIAL YEAR IS ALLOCATABLE TO:	2006	2007
Shareholders of the parent company	-34,969	5,294
Minority interests	157	246
Total	-34,812	5,540

Deceuninck consolidated balance sheet per 31 December			
In thousands of Euros	Note	2006	2007
Intangible fixed assets	7	7,806	7,523
Goodwill	8	19,167	18,879
Tangible fixed assets	9	245,680	266,123
Financial assets available for sale	10	2,059	1,236
Long-term receivables	11	1,693	1,530
Deferred tax liabilities	5	5,607	2,892
Fixed assets (1)		282,012	298,183
Stocks	12	93,947	80,340
Trade debtors	13	140,494	149,261
Other receivables		10,219	5,067
Cash and cash equivalents	14	29,232	44,170
Other current assets		2,260	2,021
Current assets (2)		276,152	280,859
TOTAL ASSETS (1+2)		558,164	579,042
Subscribed capital		8,499	8,499
Consolidated reserves		192,960	193,012
Reassessment at actual value		1,229	2,921
Own shares		-3,347	-3,606
Currency conversion differences		-9,788	-8,457
Equity capital exclusive minority interest	15	189,553	192,369
Minority interest	15	1,030	1,372
Equity capital including minority interest	15	190,583	193,741
Liabilities for pensions and other benefits after retirement	16	9,731	10,276
Long-term provisions	17	4,967	4,922
Deferred tax liabilities	5	23,153	17,831
Interest-bearing debts	18	161,733	155,732
Long-term liabilities		199,584	188,761
Interest-bearing debts	18	52,137	66,751
Trade payables		92,295	98,255
Tax liabilities		1,475	1,872
Employee related liabilities		12,434	11,490
Other liabilities	19	7,066	15,533
Other current liabilities		2,590	2,639
Current liabilities		167,997	196,540
TOTAL LIABILITIES		558,164	579,042

DECEUNINCK ABBREVIATED CONSOLIDATED CASH FLOW STATEMENT (FINANCIAL CLOSE ON 31 DECEMBER)			
IN THOUSANDS OF EUROS	NOTE	2006	2007
BUSINESS ACTIVITIES			
NET PROFIT		-34,969	5,294
DEPRECIATION OF (IN)TANGIBLE FIXED ASSETS	7,9	43,993	32,717
BOOKED SPECIAL IMPAIRMENTS ON GOODWILL	8	19,757	
BOOKED SPECIAL IMPAIRMENTS OF (IN)TANGIBLEFIXED ASSETS	8,9	5,122	1,864
REVERSALS OF IMPAIRMENTS OF FIXED ASSETS			-196
RENEWAL FOR RESTRUCTURING MEASURES			5,520
IMPAIRMENTS OF CURRENT ASSETS		4,270	1,889
UNREALISED EXCHANGE RATE GAINS (LOSSES)		2,591	-980
INTEREST INCOME	4	-2,180	-2,796
MONETARY IMPACT OF HYPERINFLATION ACCOUNTING	22		
INTEREST EXPENDITURES	4	11,707	14,651
CAPITAL GAIN FROM TANGIBLE FIXED ASSETS	4	-1,081	-4,466
CAPITAL LOSS FROM TANGIBLE FIXED ASSETS	4	853	446
SHARE-BASED PAYMENT TRANSACTIONS SETTLED IN EQUITY		464	311
TAX ON PROFITS	5	1,224	1,518
MINORITY INTERESTS		157	246
CASH FLOWS FROM BUSINESS ACTIVITIES BEFORE UPDATE IN OPERATING CAPITAL AND PROVISIONS		51,908	56,018
Reduction/(increase) in trade debtors and other receivables		12,958	-6,083
Reduction/(increase) in stocks		-665	14,186
Reduction/(increase) in current assets		3,619	255
Increase/(reduction) in trade payables		3,379	5,960
Reduction/(increase) in other fixed assets		194	163
Increase/(decrease) in other short-term liabilities		1,156	2050
Increase/(decrease) in other long-term liabilities		346	7,894
Cash flow generated from business activities		72,893	80,433
Paid interest		-11,805	-13,934
Received interest		1,497	2,780
Paid taxes		-3,777	-2,977
Cash flow generated from business activities		58,808	66,312
INVESTMENT ACTIVITIES			
Cash receipts on sale of tangible fixed assets		2,195	10,453
Acquisitions of tangible fixed assets	9	-54,525	-62,417
Acquisitions of intangible fixed assets	7	-176	-1,085
Acquisitions of financial assets intended for sale		-323	-212
Transactions in goodwill	8	-517	
Payments for acquisition of subsidiaries, exclusive of acquired funds and cash equivalents	3	-1,611	
Repayment for acquisition of subsidiaries	8		
Other transactions		1,099	691
Cash flow from investment activities		-53,858	-52,570
FINANCING ACTIVITIES			
	Note	2006	2007
New long-term liabilities	18	15,021	
Repayments on long-term liabilities	18	-19,151	-4,338
New short-term financing	18	27,726	40,677
Repayments on short-term financing	18	-13,781	-27,726
Dividends paid out		-5,227	-5,242
Unrealized exchange rate gains (losses)		352	-2,260

Cash flow from financing activities		4,940	1,111
Net transactions cash & cash equivalents		9,890	14,853
Cash and cash equivalents on 1 January	14	19,801	29,232
Impact of exchange rate fluctuations on cash and cash equivalents		-459	85
Cash and cash equivalents on 31 December	14	29,232	44,170