

# Consolidated financial statements

DECEUNINCK CONSOLIDATED INCOME STATEMENT (PERIOD FROM 1 JANUARY 2008 TO 31 DECEMBER 2008 AND FROM 1 JANUARY 2007 TO 31 DECEMBER 2007)

<b>Deceuninck consolidated income statement</b>			
<b>In thousands of euros</b>	<b>Notes</b>	<b>2007</b>	<b>2008</b>
Net sales		656,569	629,857
Cost of goods sold	4	-473,139	-455,923
Gross profit		183,430	173,934
Marketing, sales and distribution costs		-112,467	-116,135
Research and development costs		-4,511	-3,517
Administrative and general costs		-47,534	-50,076
Other operating revenues (costs)	4	-608	-19,198
Operating profit (+) / loss (-) before impairments of goodwill		18,310	-14,992
Impairments of goodwill	8		-8,213
Operating profit (+) / loss (-)		18,310	-23,205
Financial profit (+) / loss (-)	4	-11,252	-16,652
Profit (+) / loss (-) before taxes		7,058	-39,857
Income tax expense	5	-1,518	2,479
Profit (+) / loss (-) for the financial year		5,540	-37,378
Normal earnings per share distributable to the shareholders of the parent company (in euros)	6	0.25	-1.75
Diluted earnings per share distributable to the shareholders of the parent company (in euros)	6	0.25	-1.75

<b>THE PROFIT (+) / LOSS (-) FOR THE FINANCIAL YEAR IS ALLOCATABLE TO:</b>		<b>2007</b>	<b>2008</b>
Shareholders of the parent company		5,294	-37,366
Minority participations		246	-12
<b>Total</b>		<b>5,540</b>	<b>-37,378</b>

<b>Deceuninck consolidated balance sheet of 31 December</b>			
<b>In thousands of euros</b>	<b>Notes</b>	<b>2007</b>	<b>2008</b>
Intangible fixed assets	7	7,523	6,096
Goodwill	8	18,879	10,845
Tangible fixed assets	9	266,123	251,148
Other financial assets	10	1,236	1,139
Long-term receivables	11	1,530	1,921
Deferred tax assets	5	2,892	2,615
<b>Fixed assets (1)</b>		<b>298,183</b>	<b>273,764</b>
Inventories	12	80,340	80,159
Trade receivables	13	149,261	108,044
Other receivables		5,067	6,330
Cash and cash equivalents	14	44,170	46,819
Other current assets		2,021	4,495
<b>Current assets (2)</b>		<b>280,859</b>	<b>245,847</b>
<b>TOTAL ASSETS (1+2)</b>		<b>579,042</b>	<b>519,611</b>
Issued capital		8,499	8,499
Consolidated reserves		193,012	150,407
Fair value reserve		2,921	3,506
Treasury shares		-3,606	-4,220
Foreign currency translation		-8,457	-22,181
<b>Equity attributable to equity holders of the parent</b>	<b>15</b>	<b>192,369</b>	<b>136,011</b>
Minority interests	15	1,372	1,095
<b>Total Equity</b>	<b>15</b>	<b>193,741</b>	<b>137,106</b>
Employee benefit liability	16	10,276	10,578
Provisions	17	4,922	5,344
Deferred tax liabilities	5	17,831	11,105
Interest-bearing loans and borrowings	18	155,732	55
<b>Long-term liabilities</b>		<b>188,761</b>	<b>27,082</b>
Interest-bearing loans and borrowings	18	66,751	210,021
Trade debts		98,255	110,060
Tax liabilities		1,872	1,808
Employee related liabilities		11,490	14,660
Other liabilities	19	15,533	14,912
Other current liabilities		2,639	3,962
<b>Short-term liabilities</b>		<b>196,540</b>	<b>355,423</b>
<b>TOTAL LIABILITIES</b>		<b>579,042</b>	<b>519,611</b>

DECEUNINCK CONSOLIDATED CASH FLOW STATEMENT (YEAR END ON 31 DECEMBER)			
IN THOUSANDS OF EUROS	NOTES	2007	2008
<b>BUSINESS ACTIVITIES</b>			
NET PROFIT (+) / LOSS (+)		5,294	-37,366
DEPRECIATION ON (IN)TANGIBLE FIXED ASSETS	7-9	32,717	33,225
IMPAIRMENTS ON GOODWILL	8		8,213
IMPAIRMENTS ON (IN)TANGIBLE FIXED ASSETS	8-9	1,864	5,564
REVERSALS OF IMPAIRMENTS ON FIXED ASSETS		-196	
RENEWALS FOR RESTRUCTURING MEASURES		5,520	5,247
IMPAIRMENTS ON CURRENT ASSETS		1,889	2,698
UNREALIZED EXCHANGE RATE GAINS (LOSSES)		-980	9,391
INTEREST INCOME	4	-2,796	-4,603
INTEREST EXPENDITURES	4	14,651	15,730
CAPITAL GAIN FROM TANGIBLE FIXED ASSETS	4	-4,466	-821
CAPITAL LOSS FROM TANGIBLE FIXED ASSETS	4	446	455
SHARE-BASED PAYMENT TRANSACTIONS SETTLED IN EQUITY		311	287
INCOME TAX	5	1,518	-2,479
MINORITY INTERESTS		246	12
<b>CASH FLOWS FROM BUSINESS ACTIVITIES BEFORE WORKING CAPITAL ADJUSTMENTS</b>		<b>56,018</b>	<b>35,553</b>
Decrease/(increase) in trade debtors and other receivables		-6,083	36,238
Decrease/(increase) in stocks		14,186	1,199
Decrease/(increase) in current assets		255	-398
Increase/(decrease) in trade payables		5,960	11,805
Decrease/(increase) in other fixed assets		163	-1,085
Increase/(decrease) in other current liabilities		2,050	-2,814
Increase/(decrease) in other long-term liabilities		7,894	-16,947
<b>Cash flow generated from operating activities</b>		<b>80,433</b>	<b>63,551</b>
Interests paid		-13,934	-14,373
Interests received		2,780	2,527
Taxes paid		-2,977	-2,903
<b>Cash flow generated from business activities</b>		<b>66,312</b>	<b>48,802</b>
<b>INVESTMENT ACTIVITIES</b>			
Cash receipts on sale of tangible fixed assets		10,453	776
Acquisitions of tangible fixed assets	9	-62,417	-34,607
Acquisitions of intangible fixed assets	7	-1,085	-803
Acquisitions of financial assets intended for sale		-212	
Other transactions		691	-614
<b>Cash flow used in investment activities</b>		<b>-52,570</b>	<b>-35,248</b>
<b>FINANCING ACTIVITIES</b>			
	Notes	<b>2007</b>	<b>2008</b>
Repayments on long-term liabilities	18	-4,338	-9,262
New short-term financing	18	40,677	40,930
Repayments on short-term financing	18	-27,726	-44,074
Dividends paid out		-5,242	-5,239
Unrealized exchange rate gains (losses)		-2,260	6,043
<b>Cash flow from financing activities</b>		<b>1,111</b>	<b>-11,602</b>
<b>Net increase cash &amp; cash equivalents</b>		<b>14,853</b>	<b>1,952</b>
<b>Cash and cash equivalents at 1 January</b>	<b>14</b>	<b>29,232</b>	<b>44,170</b>
Net foreign exchange difference		85	697
<b>Cash and cash equivalents at 31 December</b>	<b>14</b>	<b>44,170</b>	<b>46,819</b>