

# Consolidated financial statements

## DECEUNINCK CONSOLIDATED INCOME STATEMENT

(PERIOD FROM 1 JANUARY 2009 TO 31 DECEMBER 2009 AND FROM 1 JANUARY 2008 TO 31 DECEMBER 2008)

<b>Deceuninck consolidated income statement</b>			
<b>In thousands of euros</b>	<b>Notes</b>	<b>2008</b>	<b>2009</b>
Net sales		629,857	506,377
Cost of goods sold	3	-455,923	-351,804
Gross profit		173,934	154,573
Marketing, sales and distribution expenses		-116,135	-92,748
Research and development expenses		-3,517	-4,663
Administrative and general expenses		-50,076	-43,043
Other operating income (expenses)	3	-19,198	-25,442
Operating result before goodwill		-14,992	-11,323
Impairments on goodwill	7	-8,213	0
Operating result		-23,205	-11,323
Financial charges	3	-43,452	-48,118
Financial income	3	26,800	33,924
Profit (+) / loss (-) before taxes		-39,857	-25,517
Income taxes	4	2,479	8,568
Profit (+) / loss (-) for the financial year		-37,378	-16,949
Normal earnings (+) / loss (-) per share distributable to the shareholders of the parent company (euro)	5	-1.75	-0.16
Diluted earnings (+) / loss (-) per share distributable to the shareholders of the parent company (in euro).	5	-1.75	-0.16
Earnings (+) / loss (-) per share calculated by the weighted average of basic shares, distributable to the shareholders of the parent company (euro)	5	-1.75	-0.43
Diluted earnings (+) / loss (-) per share calculated by the weighted average of basic shares, distributable to the shareholders of the parent company (euro)	5	-1.75	-0.43

<b>The result for the financial year is attributable to:</b>		<b>2008</b>	<b>2009</b>
Shareholders of the parent company		-37,366	-17,090
Non-controlling interests		-12	141
<b>Total</b>		<b>-37,378</b>	<b>-16,949</b>

**DECEUNINCK STATEMENT OF COMPREHENSIVE INCOME**  
 (PERIOD FROM 1 JANUARY 2009 TO 31 DECEMBER 2009 AND FROM 1 JANUARY 2008 TO 31 DECEMBER 2008)

<b>Deceuninck statement of comprehensive income</b>		
<b>In thousands of euros</b>	<b>2008</b>	<b>2009</b>
<b>Profit (+) / loss (-) for the financial year</b>	<b>-37,378</b>	<b>-16,949</b>
<b>Other comprehensive income (+) / loss (-)</b>		
Currency translation adjustments	-13,989	-1,331
Loss (-) / profit (+) on financial instruments	538	-3,126
Income tax effect	-183	1,062
<b>Total net loss (-) / profit (+) on financial instruments</b>	<b>355</b>	<b>-2,064</b>
<b>Loss (-) / profit (+) on financial assets available for sale</b>	<b>-57</b>	<b>-117</b>
<b>Other comprehensive income (+) / loss (-) after tax impact</b>	<b>-13,691</b>	<b>-3,512</b>
<b>Total comprehensive income (+) / loss (-)</b>	<b>-51,069</b>	<b>-20,461</b>

<b>This result is attributable as follows:</b>	<b>2008</b>	<b>2009</b>
Shareholders of the parent company	-50,792	-20,587
Non-controlling interests	-277	126
<b>Total</b>	<b>-51,069</b>	<b>-20,461</b>

<b>Deceuninck consolidated balance sheet of 31 December</b>			
<b>In thousands of euros</b>	<b>Notes</b>	<b>2008</b>	<b>2009</b>
Intangible fixed assets	6	6.096	5.442
Goodwill	7	10.845	10.843
Tangible fixed assets	8	247.104	219.569
Financial assets	9	1.139	1.274
Long-term receivables	10	1.921	2.047
Deferred tax assets	4	2.615	9.459
<b>Non-current assets (1)</b>		<b>269.720</b>	<b>248.634</b>
Inventories	11	80.159	59.732
Trade receivables	12	108.044	96.720
Other receivables		10.825	9.705
Cash and cash equivalents	13	46.819	50.902
Fixed assets held for sale	8	4.044	4.143
<b>Current assets (2)</b>		<b>249.891</b>	<b>221.202</b>
<b>TOTAL ASSETS (1+2)</b>		<b>519.611</b>	<b>469.836</b>
Issued capital	14	8.499	42.495
Share premiums	14	0	46.355
Consolidated reserves		150.407	130.083
Fair value reserve	14	3.506	1.429
Treasury shares	14	-4.220	-651
Currency translation adjustments	14	-22.181	-23.497
<b>Equity excluding non-controlling interest</b>		<b>136.011</b>	<b>196.214</b>
Non-controlling interest		1.095	1.221
<b>Equity including non-controlling interest</b>		<b>137.106</b>	<b>197.435</b>
Employee benefit liabilities	15	10.578	10.909
Long-term provisions	16	5.344	7.807
Deferred tax liabilities	4	11.105	4.980
Interest-bearing loans	17	55	129.883
<b>Non-current liabilities</b>		<b>27.082</b>	<b>153.579</b>
Interest-bearing loans	17	210.021	33.549
Trade debts		110.060	56.967
Tax liabilities		1.808	6.034
Employee related liabilities		14.660	10.646
Other liabilities	18	18.874	11.626
<b>Current liabilities</b>		<b>355.423</b>	<b>118.822</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>519.611</b>	<b>469.836</b>

Consolidated equity Deceuninck									
In thousands of euros	Issued Capital	Share premium	Consolidated reserves	Revaluation at fair value	Treasury shares	Currency translation adjustments	Total equity attributable to shareholders of the parent company	Non-control interest	Total
<b>Balance as at 31 December 2007</b>	8,499	0	193,012	2,921	-3,606	-8,457	192,369	1,372	193,741
Profit (+) / loss (-) for the financial year			-37,366				-37,366	-12	-37,378
Other comprehensive income (+) / loss (-)				298		-13,724	-13,426	-265	-13,691
<b>Total comprehensive income (+) / loss (-)</b>	0	0	-37,366	298	0	-13,724	-50,792	-277	-51,069
Rights issue							0		0
Expenses related to rights issue							0		0
Share based payments				287			287		287
Revaluation treasury shares							0		0
Sale preferential rights treasury shares					-614		-614		-614
Dividends to shareholders			-5,239				-5,239		-5,239
<b>Balance as at 31 December 2008</b>	8,499	0	150,407	3,506	-4,220	-22,181	136,011	1,095	137,106

In thousands of euros	Issued Capital	Share premium	Consolidated reserves	Revaluation at fair value	Treasury shares	Currency translation adjustments	Total equity attributable to shareholders of the parent company	Non-control interest	Total
<b>Balance as at 31 December 2008</b>	<b>8,499</b>	<b>0</b>	<b>150,407</b>	<b>3,506</b>	<b>-4,220</b>	<b>-22,181</b>	<b>136,011</b>	<b>1,095</b>	<b>137,106</b>
Profit (+) / loss (-) for the financial year			-17,090				-17,090	141	-16,949
Other comprehensive income (+) / loss (-)				-2,181		-1,316	-3,497	-15	-3,512
<b>Total comprehensive income (+) / loss (-)</b>	<b>0</b>	<b>0</b>	<b>-17,090</b>	<b>-2,181</b>	<b>0</b>	<b>-1,316</b>	<b>-20,587</b>	<b>126</b>	<b>-20,461</b>
Rights issue	33,996	50,480					84,476		84,476
Expenses related to rights issue		-4,125					-4,125		-4,125
Share based payments				104			104		104
Revaluation treasury shares			-3,234		3,234		0		0
Sale preferential rights treasury shares					335		335		335
Dividends to shareholders							0		0
<b>Balance as at 31 December 2009</b>	<b>42,495</b>	<b>46,355</b>	<b>130,083</b>	<b>1,429</b>	<b>-651</b>	<b>-23,497</b>	<b>196,214</b>	<b>1,221</b>	<b>197,435</b>

CONSOLIDATED CASH FLOW STATEMENT DECEUNINCK (FINANCIAL CLOSE ON 31 DECEMBER) (*)			
IN THOUSANDS OF EUROS	NOTES	2008	2009
<b>OPERATING ACTIVITIES</b>			
Net profit (+) / loss (-)		-37,366	-17,090
Depreciation (in)tangible fixed assets	6-8	33,225	31,263
Impairments of goodwill	7	8,213	0
Impairments of (in)tangible fixed assets	6-8	5,564	2,547
Provision for pensions, restructuring and other risks & charges		5,247	-1,760
Impairments on current assets		2,698	250
Net financial charges	3	16,653	14,194
Profit on sale of tangible fixed assets	3	-821	-1,596
Loss on sale of tangible fixed assets	3	455	883
Income taxes	4	-2,479	-8,568
Share based payment transactions settled in equity		287	104
Non-controlling interest		12	141
<b>CASH FLOW FROM OPERATING ACTIVITIES BEFORE MOVEMENTS IN WORKING CAPITAL AND PROVISIONS</b>		<b>31,688</b>	<b>20,368</b>
Decrease/(increase) in trade debtors and other receivables		36,238	7,646
Decrease/(increase) in inventories		1,199	20,547
Decrease/(increase) in other current assets		-398	4,452
Increase/(decrease) in trade debts		11,805	-53,093
Decrease/(increase) in other non-current assets		-1,085	-126
Increase/(decrease) in other current liabilities		-2,814	-4,064
Increase/(decrease) in other non-current liabilities		-1,513	-1,484
<b>Cash flow generated from operating activities</b>		<b>75,120</b>	<b>-5,754</b>
Taxes paid		-2,903	-3,464
<b>Cash flow from operating activities</b>		<b>72,217</b>	<b>-9,218</b>
<b>INVESTING ACTIVITIES</b>			
Cash receipts on sale of tangible fixed assets		776	9,161
Purchases of tangible fixed assets	8	-34,607	-14,822
Purchases of intangible fixed assets	6	-803	-847
Interests received		2,527	3,011
Other transactions		-614	-44
<b>Cash flow from investing activities</b>		<b>-32,721</b>	<b>-3,541</b>
<b>FINANCING ACTIVITIES</b>			
Capital increase		0	80,351
New long-term debts	17	0	0
Repayments of long-term debts	17	-9,262	-39,182
New short-term debts	17	40,930	0
Repayments short-term debts	17	-44,074	-7,463
Dividends paid out		-5,239	0
Interest paid		-14,373	-13,459
Net financial charges, excluding interests		-5,526	-3,599
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		<b>-37,544</b>	<b>16,648</b>
<b>NET INCREASE / (DECREASE) CASH AND CASH EQUIVALENTS</b>		<b>1,952</b>	<b>3,889</b>
<b>CASH AND CASH EQUIVALENTS ON 1 JANUARY</b>	<b>13</b>	<b>44,170</b>	<b>46,819</b>
Impact of exchange rate fluctuations on cash and cash equivalents		697	194
<b>CASH AND CASH EQUIVALENTS ON 31 DECEMBER</b>	<b>13</b>	<b>46,819</b>	<b>50,902</b>

(\*) Interests received and paid are no longer disclosed within the operating activities, but are considered as investing or financing activities. 2008 figures are adapted consistently.