

The background of the cover is a dark, black space filled with intricate, glowing light trails. These trails are primarily in shades of red, orange, and yellow, with some purple and blue accents. They form complex, swirling patterns that resemble a network or a dynamic system. Several bright, multi-pointed starburst effects are scattered throughout, particularly on the right side, adding a sense of energy and focus.

# 2020 INTERIM FINANCIAL REPORT

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2020**

<b>1 – CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>	<b>2</b>
<b>2 - INCOME STATEMENT</b>	<b>3</b>
<b>3 - CASH FLOW STATEMENT</b>	<b>4</b>
<b>4 - STATEMENT OF CHANGES IN EQUITY</b>	<b>5</b>
<b>5 – NOTES TO THE INTERIM FINANCIAL STATEMENTS</b>	
<b>Note 1 Significant accounting policies and basis of consolidation</b>	<b>6</b>
<b>Note 2 Information on consolidation</b>	<b>7</b>
<b>Note 3 Segment reporting</b>	<b>10</b>
<b>Note 4 Balance sheet information</b>	<b>11</b>
<b>Note 5 Income statement information</b>	<b>17</b>
<b>Note 6 Off-balance sheet commitments</b>	<b>18</b>
<b>Note 7 Transactions with related parties</b>	<b>19</b>

**INTERIM MANAGEMENT REPORT**

<b>1 – MATERIAL EVENTS AND OPERATING HIGHLIGHTS OF THE 2020 FIRST HALF</b>	<b>20</b>
<b>2 – SUBSEQUENT EVENTS</b>	<b>24</b>
<b>3 – OUTLOOK AND UNCERTAINTIES</b>	<b>25</b>

**RESPONSIBILITY STATEMENT** **26**

**STATUTORY AUDITORS' REPORT** **27**

*Translation disclaimer: This document is a free translation of the original French language version of the interim financial report (rapport semestriel) provided solely for the convenience of English-speaking readers. This report should consequently be read in conjunction with, and construed in accordance with French law and French generally accepted accounting principles. While all possible care has been taken to ensure that this translation is an accurate representation of the original French document, this English version has not been audited by the company's statutory auditors and in all matters of interpretation of information, views or opinions expressed therein, only the original language version of the document in French is legally binding. As such, the translation may not be relied upon to sustain any legal claim, nor be used as the basis of any legal opinion and GL events expressly disclaims all liability for any inaccuracy herein.*

## > CONSOLIDATED BALANCE SHEET

(€ thousands)	Notes	30/06/2020	31/12/2019
Goodwill	4.1	735,262	723,322
Other intangible assets	4.1	46,416	53,305
IFRS 16 concessions and leases	4.1	414,117	429,105
Land and buildings	4.2	257,350	309,065
Other tangible fixed assets	4.2	39,451	42,349
Capitalised rental equipment	4.2	107,659	117,695
Financial assets	4.3	66,103	66,114
Equity-accounted investments	4.4	3,090	3,445
Deferred tax assets		43,070	28,888
<b>NON-CURRENT ASSETS</b>		<b>1,712,518</b>	<b>1,773,289</b>
Inventories & work in progress		39,003	38,544
Trade receivables	4.5	108,794	169,223
Other receivables	4.6	168,983	167,094
Cash and cash equivalents	4.10	340,851	411,557
<b>CURRENT ASSETS</b>		<b>657,631</b>	<b>786,418</b>
<b>TOTAL</b>		<b>2,370,149</b>	<b>2,559,707</b>

(€ thousands)	Notes	30/06/2020	31/12/2019
Share capital	4.7	119,931	119,931
Reserves and additional paid in capital	4.7	486,732	436,690
Translation adjustments	4.7	(189,380)	(121,583)
Net income		(31,493)	52,110
<b>Shareholders' equity attributable to the Group</b>		<b>385,790</b>	<b>487,147</b>
Non-controlling interests		73,643	78,424
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>459,433</b>	<b>565,572</b>
Provisions for retirement severance payments	4.8	14,981	14,419
Deferred tax liabilities		12,334	15,208
Financial debt	4.10	721,597	690,589
Non-current IFRS 16 debt on concessions and leases	4.10	384,952	397,857
<b>NON-CURRENT LIABILITIES</b>		<b>1,133,865</b>	<b>1,118,074</b>
Current provisions for contingencies and expenses	4.9	12,274	17,904
Current financial debt	4.10	197,496	188,270
Current IFRS 16 concession at lease liabilities	4.10	36,499	36,566
Current bank facilities	4.10	14,117	12,523
Advances and instalments		60,185	39,793
Trade payables		150,925	235,305
Tax and employee-related liabilities		91,849	124,614
Other liabilities	4.11	213,506	221,087
<b>CURRENT LIABILITIES</b>		<b>776,851</b>	<b>876,061</b>
<b>TOTAL</b>		<b>2,370,149</b>	<b>2,559,707</b>

## > CONSOLIDATED INCOME STATEMENT

(€ thousands)	Notes	30/06/2020	30/06/2019
<b>Revenue</b>	3	<b>266,825</b>	<b>595,878</b>
Purchases consumed	5.1	(18,350)	(34,214)
External charges	5.1	(137,396)	(279,433)
Taxes and similar payments (other than on income)		(7,776)	(9,502)
Personnel expenses and employee profit sharing		(100,058)	(148,108)
Allowances for depreciation and amortisation, provisions		(46,054)	(50,754)
Other current operating income	5.2	1,216	3,153
Other current operating expenses	5.2	(1,433)	(3,681)
<b>Operating expenses</b>		<b>(309,851)</b>	<b>(522,538)</b>
<b>CURRENT OPERATING INCOME</b>	3	<b>(43,026)</b>	<b>73,339</b>
Other operating income and expenses	5.3	630	(2,060)
<b>OPERATING PROFIT</b>		<b>(42,396)</b>	<b>71,279</b>
Net interest expense	5.4	(13,805)	(13,164)
Other financial income and expenses	5.4	2,233	1,222
<b>NET FINANCIAL EXPENSE</b>	5.4	<b>(11,572)</b>	<b>(11,942)</b>
<b>EARNINGS BEFORE TAX</b>		<b>(53,968)</b>	<b>59,337</b>
Income tax	5.5	20,130	(19,161)
<b>NET INCOME OF CONSOLIDATED COMPANIES</b>		<b>(33,838)</b>	<b>40,176</b>
Share of profit (loss) of equity affiliates	4.4	(351)	(92)
<b>NET INCOME</b>		<b>(34,189)</b>	<b>40,084</b>
Attributable to non-controlling interests		(2,696)	10,977
<b>NET INCOME (GROUP SHARE)</b>		<b>(31,493)</b>	<b>29,107</b>
Average number of shares		29,375,575	29,612,169
<b>Net earnings per share (in euros)</b>		<b>-1.07</b>	<b>0.98</b>
Diluted average number of shares		29,859,865	29,969,054
<b>Net earnings per share (in euros)</b>		<b>-1.05</b>	<b>0.97</b>

(€ thousands)	Notes	30/06/2020	30/06/2019
<b>NET INCOME</b>		<b>(34,189)</b>	<b>40,084</b>
Hedging instruments		151	(1,814)
<b>Other comprehensive income that may be recycled subsequently to profit and loss</b>		<b>151</b>	<b>(1,814)</b>
Actuarial gains and losses		0	(823)
Gains and losses from the translation of financial statements of foreign operations		(69,474)	3,430
<b>Other comprehensive income that may not be recycled subsequently to profit and loss</b>		<b>(69,474)</b>	<b>2,606</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>(103,512)</b>	<b>40,876</b>
Total comprehensive income attributable to non-controlling interests		(4,372)	11,060
Comprehensive income attributable to equity holders of the parent		(99,140)	29,817

## > CONSOLIDATED CASH FLOW STATEMENT

(€ thousands)	30/06/2020	30/06/2019
<b>Opening cash and cash equivalents</b>	<b>399,034</b>	<b>260,963</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Net income</b>	<b>(31,493)</b>	<b>29,107</b>
Amortisation, depreciation and provisions	39,719	53,918
Other non-cash income and expenses	(23,192)	(15,531)
Gains and losses on disposals of fixed assets	(575)	1,232
Non-controlling interests in consolidated subsidiaries' net income	(2,696)	10,977
Share of profit (loss) of equity affiliates	351	92
<b>Cash flow</b>	<b>(17,886)</b>	<b>79,796</b>
Cost of net financial debt	13,805	13,164
Tax expense (including deferred taxes)	(20,130)	19,161
<b>Cash flow before net interest expense and tax</b>	<b>(24,211)</b>	<b>112,121</b>
Income tax payments	(13,523)	(16,784)
Change in working capital requirements	(33,449)	(39,441)
<b>Net cash provided by operating activities (A)</b>	<b>(71,183)</b>	<b>55,896</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of intangible fixed assets	(3,445)	(2,670)
Acquisition of tangible assets and capitalised rental equipment	(13,462)	(24,673)
Disposals of tangible and intangible assets	151	402
Acquisitions of financial assets	(1,105)	(1,255)
Disposal of investments and other non-current assets	1,075	442
Net cash flows from the acquisition and disposal of subsidiaries	(6,807)	(17,232)
<b>Net cash used in investing activities (B)</b>	<b>(23,592)</b>	<b>(44,986)</b>
<b>NET CASH FROM FINANCING ACTIVITIES</b>		
Dividends paid to non-controlling shareholders of consolidated companies		(350)
Other changes in equity	1,577	(4,089)
Change in borrowings	41,396	95,686
Cost of net financial debt	(13,805)	(13,164)
<b>Net cash provided by financing activities (C)</b>	<b>29,168</b>	<b>78,082</b>
<b>Effect of exchange rate fluctuations on cash (D)</b>	<b>(6,692)</b>	<b>180</b>
<b>Net change in cash &amp; cash equivalents (A + B + C + D)</b>	<b>(72,300)</b>	<b>89,173</b>
<b>Closing cash and cash equivalents</b>	<b>326,734</b>	<b>350,136</b>

## > STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(€ thousands)	Number of shares (thousands)	Attributable to the Group					Attributable to non-controlling interests	Total
		Share capital	Additional paid-in capital	Reserves	Comprehensive income	Total Group		
<b>Equity at 31/12/2018</b>	<b>29,983</b>	<b>119,931</b>	<b>273,447</b>	<b>78,543</b>	<b>10,006</b>	<b>481,928</b>	<b>60,099</b>	<b>542,027</b>
Capital increase						0		0
Comprehensive income appropriation for N-1				10,006	(10,006)	0		0
Distribution of dividends				(19,517)		(19,517)	(4,390)	(23,907)
Cancellation of treasury shares				(6,179)		(6,179)		(6,179)
Stock option expenses				2,204		2,204		2,204
Change in ownership interests in subsidiaries				(14,131)		(14,131)	4,539	(9,591)
Other changes				620		620	97	717
<b>Comprehensive income</b>					<b>42,223</b>	<b>42,223</b>	<b>18,078</b>	<b>60,301</b>
<b>Equity at 31/12/2019</b>	<b>29,983</b>	<b>119,931</b>	<b>273,447</b>	<b>51,546</b>	<b>42,223</b>	<b>487,147</b>	<b>78,424</b>	<b>565,572</b>
Capital increase						0		0
Comprehensive income appropriation for N-1				42,223	(42,223)	0		0
Distribution of dividends				0		0		0
Cancellation of treasury shares				(3,346)		(3,346)		(3,346)
Stock option expenses				1,037		1,037		1,037
Change in ownership interests in subsidiaries				0		0	(384)	(384)
Other changes				91		91	(26)	66
<b>Comprehensive income</b>					<b>(99,140)</b>	<b>(99,140)</b>	<b>(4,372)</b>	<b>(103,512)</b>
<b>Equity at 30/06/2020</b>	<b>29,983</b>	<b>119,931</b>	<b>273,447</b>	<b>91,552</b>	<b>(99,140)</b>	<b>385,790</b>	<b>73,643</b>	<b>459,433</b>

## **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

### **NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF CONSOLIDATION**

On 15 September 2020, the Board of Directors reviewed the condensed interim consolidated financial statements for the six-month period ending 30 June 2020.

The interim consolidated financial statements of GL events and its subsidiaries ("The Group") were prepared in compliance with IAS 34. As condensed financial statements, they do not include all information required by IFRS to produce annual financial statements and as such must be read in conjunction with the consolidated annual financial statements of the Group prepared in accordance with IFRS (International Financial Reporting Standards), as adopted by the European Union on 31 December 2019.

The accounting methods applied are identical to those used to prepare the consolidated financial statements for the period ended 31 December 2019, with the exception of that relating to corporate income tax and the application of new accounting standards having entered into force.

The tax expenses are calculated for the interim consolidated financial statements by applying to profit for the period the average income tax rate estimated for the fiscal year in progress for each entity or the tax group.

The Group has adopted the following, standards, amendments and interpretations which entered into force on 1 January 2020. Their application date coincides with that of the IASB:

- Amendments to IAS 1 – Presentation of financial statements,
- Amendments to IAS 8 – Changes in accounting policies, accounting estimates and corrections of errors,

These texts have no impact on the Group's consolidated financial statements.

The Group has not opted for the early adoption of standards and interpretations in issue application not yet mandatory for periods beginning on or after 1 January 2020.

IFRS 16 – Leases - has been applied by the Group as from 1 January 2019.

This standard concerns only fixed lease payments and the variable portion of these payments and related services are not included in the restated amount. The terms adopted for the lease/concession agreements in progress were as follows:

- Concession agreements: remaining term of the agreements,
- Commercial leases with a fixed term: the remaining term until the end of the firm period, with a minimum of 5 years,
- For contracts with residual terms of less than 5 years with an extension option by the lessee, an extension period is restated for IFRS 16.

In accordance with the standard, the discount rates adopted for the measurement of assets are those that the Group companies would have adopted individually by taking into account the maturity of the leases and the standard rates for financing the premises (2% to 10%).

For the record, this standard had no impact on the calculation of the financial covenants. Loan agreements provide that the financial ratios must be calculated excluding IFRS 16-related debt.

The impacts of this standard are presented below:

In €m	30/06/2020	IFRS 16 restatement	30/06/2020 IFRS 16
<b>Revenue</b>	<b>266.8</b>		<b>266.8</b>
Purchases and external charges	(180.2)	24.5	(155.7)
Other operating income and expenses	(0.3)	0.1	(0.2)
<b>EBITDA</b>	<b>(21.5)</b>	<b>24.5</b>	<b>3.0</b>
Amortisation, depreciation and provisions	(25.2)	(20.9)	(46.1)
<b>Current operating income</b>	<b>(46.7)</b>	<b>3.6</b>	<b>(43.0)</b>
<b>Operating profit</b>	<b>(46.0)</b>	<b>3.6</b>	<b>(42.4)</b>
Net financial income (expense)	(5.7)	(5.9)	(11.6)
<b>Income before tax</b>	<b>(51.8)</b>	<b>(2.2)</b>	<b>(54.0)</b>
Corporate income tax	19.3	0.8	20.1
<b>Net income of consolidated companies</b>	<b>(32.4)</b>	<b>(1.4)</b>	<b>(33.8)</b>
<b>Net income</b>	<b>(32.8)</b>	<b>(1.4)</b>	<b>(34.2)</b>
Non-controlling interests	2.4	0.3	2.7
<b>Net income attributable to shareholders (Group share)</b>	<b>(30.4)</b>	<b>(1.1)</b>	<b>(31.5)</b>

## NOTE 2 – CONSOLIDATED COMPANIES

Changes in the Group's structure in the first half were as follows:

Subsidiaries	Business	Country	Date of consolidation or deconsolidation
Cannesmile	Live	France	Fully consolidated as of 1 February 2020
CACLP	Exhibitions	China	Fully consolidated as from 1 May 2020

Because changes in Group structure have not had any material effect on the consolidated financial statements, no pro forma information has been provided in consequence.



## > NOTES TO THE FINANCIAL STATEMENTS

Subsidiaries	Location of registration or incorporation	Company trade registration number	Controlling interest (%)		Ownership interest (%)		
			2020	2019	2020	2019	
<b>Parent company</b>							
GL events	Lyon	3515717 57					
<b>French subsidiaries</b>							
Adecor	ChillyMazarin	378 23 0569	100.00	100.00	100.00	100.00	FC
Agence CCC	Paris	433 592 83	100.00	100.00	100.00	100.00	FC
Alpha 1	Brignais	535 301956	5100	5100	5100	5100	FC
Altitude Expo	Mitry Mory	379 621220	100.00	100.00	100.00	100.00	FC
Auvergne Evénements	Coumou d' Auvergne	449 076 900	59.00	59.00	59.00	59.00	FC
Bleu Royal	Paris	750 800 625	100.00	100.00	100.00	100.00	FC
Brasserie du Lou (ex. SEPEA Troyes)	Troyes	510 029 648	100.00	100.00	100.00	100.00	FC
Brelet	Nantes	857 803 084	100.00	100.00	100.00	100.00	FC
Brelet Centre Europe	Strasbourg	437 742 059	100.00	100.00	100.00	100.00	FC
Caen Evénements	Caen	844 876 367	100.00	100.00	100.00	100.00	FC
Cannesmile (1)	Cannes	532 165 237	100.00		100.00		FC
Chorus	Vannes	414 583 039	100.00	100.00	100.00	100.00	FC
Décorama	Ivry sur Seine	612 036 996	100.00	100.00	100.00	100.00	FC
Even Pro	Monflanquin	489 895 375	100.00	100.00	100.00	100.00	FC
Fabric Expo	Mitry Mory	379 666 449	100.00	100.00	100.00	100.00	FC
Fonction Meubles	ChillyMazarin	378 230 676	100.00	100.00	100.00	100.00	FC
FSO	Mouans Sartoux	403 427 776	100.00	100.00	100.00	100.00	FC
GL events Accounting	Brignais	824 808 489	100.00	100.00	100.00	100.00	FC
GL events Audiovisual	Brignais	317 613 180	100.00	100.00	100.00	100.00	FC
GL events Cité Centre de Congrès Lyon	Lyon	493 387 963	100.00	100.00	100.00	100.00	FC
GL events Cité Centre de Congrès Lyon New Co	Lyon	840 400 188	100.00	100.00	100.00	100.00	FC
GL events Equestrian Sport	Brignais	453 100 562	89.16	89.16	89.16	89.16	FC
GL events Exhibitions	Chassieu	380 552 976	100.00	100.00	100.00	100.00	FC
GL events GPE	Lyon	853 712 651	100.00	100.00	100.00	100.00	FC
GL events Live	Brignais	378 932 354	100.00	100.00	100.00	100.00	FC
GL events Live Grand Ouest	Lyon	878 975 002	100.00	100.00	100.00	100.00	FC
GL events Parc Expo Metz Métropole	Metz	493 152 318	100.00	100.00	100.00	100.00	FC
GL events Scarabée	Roanne	499 138 238	100.00	100.00	100.00	100.00	FC
GL events SI	Brignais	480 214 766	100.00	100.00	100.00	100.00	FC
GL events Sport	Lyon	450 511 209	89.16	89.16	89.16	89.16	FC
GL events Support	Brignais	480 086 768	100.00	100.00	100.00	100.00	FC
GL events Venues	Lyon	495 014 524	100.00	100.00	100.00	100.00	FC
GL Exhibitions Industrie	Lyon	879 104 248	100.00	100.00	100.00	100.00	FC
GL Exhibitions SA (1)	Lyon	879 428 258	100.00	100.00	100.00	100.00	FC
GL Mobilier	Brignais	612 000 877	100.00	100.00	100.00	100.00	FC
Hall Expo	Brignais	334 039 633	100.00	100.00	100.00	100.00	FC
Jaulin	ChillyMazarin	335 187 605	100.00	100.00	100.00	100.00	FC
Live! by GL events	Paris	780 153 862	100.00	100.00	100.00	100.00	FC
Lou Rugby	Lyon	432 723 559	86.77	86.77	86.77	86.77	FC
Lou Academy	Lyon	844 349 464	86.77	86.77	86.77	86.77	FC
Lou Support - Venues	Lyon	844 374 751	86.77	86.77	86.77	86.77	FC
Medo bjectif	Paris	529 065 864	100.00	100.00	100.00	100.00	FC
Menuiserie Expo	Brignais	353 672 835	100.00	100.00	100.00	100.00	FC
Mont Expo	Brignais	342 071 461	100.00	100.00	100.00	100.00	FC
Polygone Vert	Brignais	320 816 236	100.00	100.00	100.00	100.00	FC
Première Vision	Lyon	403 119 566	49.00	49.00	49.00	49.00	FC
Première Vision Digital	Lyon	828 722 629	49.00	49.00	49.00	49.00	FC
Profil	Lyon	378 869 846	100.00	100.00	100.00	100.00	FC
PV Corporate	Lyon	807 946 181	49.00	49.00	49.00	49.00	FC
Ranno Entreprise	ChillyMazarin	391 306 065	100.00	100.00	100.00	100.00	FC
Reims Expo Congrès Events	Reims	842 522 351	100.00	100.00	100.00	100.00	FC
Restaurant du Palais Brongniart	Lyon	831 478 623	49.00	49.00	49.00	49.00	EM
Saint Etienne	Saint Etienne	844 935 957	66.67	66.67	66.67	66.67	FC
SCI JDL Parking	Lyon	844 514 695	82.61	82.61	82.61	82.61	FC
Secil	Lyon	378 347 470	100.00	100.00	100.00	100.00	FC
Sepel	Chassieu	954 502 357	46.25	46.25	46.25	46.25	FC
Sign' Expo	Brignais	492 842 349	100.00	100.00	100.00	100.00	FC
Spaciotempo	Flixecourt	380 344 226	100.00	100.00	100.00	100.00	FC
Sté explo it. Centre Congrès Metz métropole	Metz	790 342 497	100.00	100.00	100.00	100.00	FC
Sté explo it. Centre Congrès St-Etienne	Saint Etienne	488 224 718	100.00	100.00	100.00	100.00	FC
Sté explo it. Centre Congrès Valenciennes	Anzin	817 786 460	100.00	100.00	100.00	100.00	FC
Sté explo it. d' Amiens Mégacité	Amiens	518 869 011	100.00	100.00	100.00	100.00	FC
Sté explo it. de Parcs d' Exposition	Paris	398 152 263	100.00	100.00	100.00	100.00	FC
Sté explo it. Palais Brongniart	Paris	518 805 809	100.00	100.00	100.00	100.00	FC
Sté explo it. Maison de la Mutualité	Brignais	517 468 138	100.00	100.00	100.00	100.00	FC
Sté explo it. Polydôme Clermont Ferrand	Clermont-Ferrand	488 252 347	100.00	100.00	100.00	100.00	FC
Strasbourg Evénements	Strasbourg	384 911 129	46.36	46.36	46.36	46.36	FC
Toulouse Evénements	Toulouse	752 926 923	99.00	99.00	99.00	99.00	FC
Toulouse Expo	Toulouse	580 803 880	92.02	92.02	92.02	92.02	FC
Vachon	Gonesse	343 001 772	85.00	85.00	85.00	85.00	FC

## > NOTES TO THE FINANCIAL STATEMENTS

Subsidiaries	Location of registration or incorporation	Controlling interest (%)		Ownership interest (%)		
		2020	2019	2020	2019	
<b>Foreign subsidiaries</b>						
A dors	Ankara	86.36	86.36	86.36	86.36	FC
A edita Latina	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
A gant o	Newbury	100.00	100.00	100.00	100.00	FC
A ichi Internatio n al Conventio n & Exhibitio n Center	Aichi	5100	5100	5100	5100	FC
Ankara Uluslararası Kongre	Ankara	86.36	86.36	86.36	86.36	FC
AVS Congrès L TEE	Port Louis	100.00	100.00	100.00	100.00	FC
Cabestan	Monaco	100.00	100.00	100.00	100.00	FC
CACL P <sup>(1)</sup>	Shanghai	70.00		70.00		FC
CIEC Union	Beijing	52.02	52.02	52.02	52.02	FC
Diagonal Food	Barcelona	92.00	92.00	92.00	92.00	FC
Dogan	Johannesburg	58.69	58.69	58.69	58.69	FC
Editiel	Port Louis	100.00	100.00	100.00	100.00	FC
Fagga Promoção de eventos	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
Fashion Source	Shenzhen	56.67	56.67	56.67	56.67	FC
Fisa	Santiago de Chile	60.00	60.00	60.00	60.00	FC
FlowHolding	Abu Dhabi	70.00	70.00	70.00	70.00	FC
FlowSolutions Air & Power	Abu Dhabi	70.00	70.00	70.00	70.00	FC
Frame	Ankara	86.36	86.36	86.36	86.36	FC
GL events Algérie	Algiers	90.00	90.00	90.00	90.00	FC
GL events Asia	Hong Kong	100.00	100.00	100.00	100.00	FC
GL events Belgium	Brussels	100.00	100.00	100.00	100.00	FC
GL events Brazil Participacoes	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
GL events Brussels	Brussels	85.00	85.00	85.00	85.00	FC
GL events CCIB	Barcelona	80.00	80.00	80.00	80.00	FC
GL events Centro de Convenções	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
GL events Chili	Santiago de Chile	100.00	100.00	100.00	100.00	FC
GL events Convencoes Salvador	Salvador	100.00	100.00	100.00	100.00	FC
GL events Empreendimentos Imobiliario	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
GL events Exhibitions:	Hong Kong	95.00	95.00	95.00	95.00	FC
GL events Exhibitions Shanghai	Shanghai	100.00	100.00	100.00	100.00	FC
GL events Exhibitions Fuarçilik	Ankara	100.00	100.00	100.00	100.00	FC
GL events Exponet	Sydney	100.00	100.00	100.00	100.00	FC
GL events Fashion Source	Hong Kong	95.00	95.00	95.00	95.00	FC
GL events Field&Lawn	Edinburgh	82.50	82.50	82.50	82.50	FC
GL events Food Turque	Ankara	86.36	86.36	86.36	86.36	FC
GL events Hong Kong	Hong Kong	100.00	100.00	100.00	100.00	FC
GL events Italia	Bologna	100.00	100.00	100.00	100.00	FC
GL events Japan Kabushiki Kaisha	Tokyo	100.00	100.00	100.00	100.00	FC
GL events Live Chile	Las Condes	100.00	100.00	100.00	100.00	FC
GL events Live Shenzhen (ZZX)	Shenzhen	5100	5100	5100	5100	FC
GL events Macau	Macau	100.00	100.00	100.00	100.00	FC
GL events Maroc	Casablanca	100.00	100.00	100.00	100.00	FC
GL events Production LLC	Dubai Jebel Ali	100.00	100.00	100.00	100.00	FC
GL events South Africa	Johannesburg	69.39	69.39	69.39	69.39	FC
GL events Turque	Istanbul	86.36	86.36	86.36	86.36	FC
GL events UK	Derby	100.00	100.00	100.00	100.00	FC
GL events USA	New York	100.00	100.00	100.00	100.00	FC
GL events Venues Holding Espana	Barcelona	100.00	100.00	100.00	100.00	FC
GL events Venues UK	Castle Donington	100.00	100.00	100.00	100.00	FC
GL events Vosto k	Moscow	100.00	100.00	100.00	100.00	FC
GL events Yuexiu Guangzhou Development	Guangzhou	50.00	50.00	50.00	50.00	EM
GL Furniture (Asia)	Hong Kong	60.00	60.00	60.00	60.00	FC
GL Litmus events	New Delhi	70.00	70.00	70.00	70.00	FC
GL Middle East	Dubai Jebel Ali	100.00	100.00	100.00	100.00	FC
Grand Hôtel Mercure	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
Hungexpo	Budapest	100.00	100.00	100.00	100.00	FC
Imagine Labs	Hong Kong	60.00	60.00	60.00	60.00	FC
Istanbul Fuarçilik	Istanbul	25.00	25.00	25.00	25.00	EM
Johannesburg Expo Center (JEC)	Johannesburg	4174	4174	4174	4174	FC
Logistics Fair	Brussels	100.00	100.00	100.00	100.00	FC
LPR	Londrina	100.00	100.00	100.00	100.00	FC
New Affinity	Brussels	100.00	100.00	100.00	100.00	FC
Padova Fiere	Padua	100.00	100.00	100.00	100.00	FC
Perfexpo	Brussels	100.00	100.00	100.00	100.00	FC
Premiere Vision Inc.	New York	49.00	49.00	49.00	49.00	FC
Sao Paulo Expo	Sao Paulo	100.00	100.00	100.00	100.00	FC
Serenas	Ankara	86.36	86.36	86.36	86.36	FC
Spaciotempo Arquitecturas Efimeras	Barcelona	100.00	100.00	100.00	100.00	FC
Tarpulin Ingenieria de Proteccion SPA	Santiago de Chile	63.20	63.20	63.20	63.20	FC
Tarpulin Montajes SPA	Santiago de Chile	63.20	63.20	63.20	63.20	FC
Top Gourmet	Rio de Janeiro	100.00	100.00	100.00	100.00	FC
Traiteur Loriers Luxembourg	Luxembourg	60.00	60.00	60.00	60.00	FC
Unique Structure Holding	Abu Dhabi	70.00	70.00	70.00	70.00	FC
Wicked Tents	Abu Dhabi	70.00	70.00	70.00	70.00	FC
World Forum	The Hague	100.00	100.00	100.00	100.00	FC

<sup>(1)</sup> First-time consolidation in 2020

EM : Equity method / FC : Full consolidation

### NOTE 3 SEGMENT REPORTING

GL events Group is organised into three business divisions:

**GL events Live's** expertise covers the complete range of business specialisations and services for corporate, institutional and sports events to provide turnkey solutions from consulting and design to staging the event itself.

**GL events Exhibitions** manages and coordinates a large proprietary portfolio of trade shows and consumer fairs covering a wide range of sectors (food industry, culture, textiles, etc.)

**GL events Venues** manages a network of venues that includes convention centres, exhibition centres, concert halls and multi-purpose facilities located in major French cities and international destinations:

#### REVENUE

(€ thousands)	30/06/20	30/06/19	Change 2020/2019	
GL events Live	157,382	275,386	(118,004)	-42.9%
% of Total Revenue	59.0%	46.2%		
GL events Exhibitions	44,984	147,124	(102,140)	-69.4%
% of Total Revenue	16.9%	24.7%		
GL events Venues	64,459	173,368	(108,909)	-62.8%
% of Total Revenue	24.2%	29.1%		
<b>Revenue</b>	<b>266,825</b>	<b>595,878</b>	<b>(329,053)</b>	<b>-55.2%</b>

With respect to geographic segment information, Europe accounts for 75% of Group revenue, the Middle East 8%, Asia 7% and the Americas 6%.

#### CURRENT OPERATING INCOME

(€ thousands)	30/06/20	30/06/19
GL events Live	(10,949)	12,214
GL events Exhibitions	(8,419)	32,693
GL events Venues	(23,658)	28,432
<b>Current operating income</b>	<b>(43,026)</b>	<b>73,339</b>

#### NET INVESTMENTS IN THE PERIOD IN PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

(€ thousands)	30/06/20	30/06/19
GL events Live	9,985	16,950
GL events Exhibitions	359	360
GL events Venues	6,411	9,631
<b>Net investments</b>	<b>16,755</b>	<b>26,940</b>

#### ALLOWANCES AND REVERSALS OF AMORTISATION, DEPRECIATION AND PROVISIONS

(€ thousands)	30/06/20	30/06/19
GL events Live	(12,870)	(27,037)
GL events Exhibitions	(6,796)	(2,586)
GL events Venues	(20,053)	(24,295)
<b>Amortisation, depreciation and provisions</b>	<b>(39,719)</b>	<b>(53,918)</b>

## GOODWILL

Goodwill is presented below by sector of activity in Note 4.1.

### NOTE 4 BALANCE SHEET INFORMATION

#### 4.1 INTANGIBLE ASSETS

(€ thousands)	31/12/19	Increase	Decrease or impairment	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
Goodwill - GL events Live	208,315	610		(5,214)		203,711
Goodwill - GL events Exhibitions	446,121	21,780		(4,343)		463,559
Goodwill - GL events Venues	68,886	925	(217)	(1,601)		67,992
<b>Goodwill</b>	<b>723,322</b>	<b>23,315</b>	<b>(217)</b>	<b>(11,158)</b>	<b>0</b>	<b>735,262</b>
Other intangible assets	94,185	3,399	(217)	(10,226)	840	87,981
Amortisation, depreciation and impairment	(40,880)	(2,815)	227	2,509	(605)	(41,565)
<b>Other intangible assets</b>	<b>53,305</b>	<b>584</b>	<b>10</b>	<b>(7,717)</b>	<b>234</b>	<b>46,416</b>
<b>Intangible assets</b>	<b>776,627</b>	<b>23,899</b>	<b>(207)</b>	<b>(18,875)</b>	<b>234</b>	<b>781,678</b>

Changes in the period concerned mainly the acquisitions of CACLP and Cannesmile.

For unamortised intangible assets and goodwill, a depreciation test is carried out at least once a year at the end of the annual reporting period or whenever there is an indication of impairment. Value in use is the present value of estimated future cash flows to be generated by the assets tested for impairment. Estimated future cash flows are based on assumptions about economic conditions and forecasts by Group management of future operating conditions.

The CGUs consist of operating companies. For the purpose of impairment tests, goodwill is allocated at the level of groups of CGUs defined as homogeneous groups of assets generating cash inflows and outflows from continuing use largely distinct from cash inflows from other CGUs.

These CGUs are classified on this basis according to the Group's three business divisions: Live, Exhibitions, Venues This approach is consistent with the Group's internal organisation, strategic priorities and monitoring of performance.

In order to reflect the emergence of the Covid-19 health crisis and its impacts on the Group's business, impairment tests conducted in connection with the 2019 closing have been updated. Estimates were adjusted by taking into account the impacts known to date of the effects of Covid-19 (expected EBITDA, WACC rate, capital expenditures). In addition, these new parameters were subject to stress tests.

For all approaches tested, the sensitivity tests demonstrated the absence of the need for impairment even in the event of a significant deterioration in profitability.

#### IFRS 16 RIGHT-OF-USE ASSETS

(€ thousands)	31/12/19	Increase	Decrease or impairment	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
IFRS 16 right-of-use assets	470,954	12,870	(2,456)	(8,185)	0	473,183
Amortisation, depreciation and impairment	(41,849)	(20,897)	2,748	932	0	(59,066)
<b>IFRS 16 right-of-use assets</b>	<b>429,105</b>	<b>(8,027)</b>	<b>292</b>	<b>(7,253)</b>	<b>0</b>	<b>414,117</b>

#### 4.2 PROPERTY, PLANT AND EQUIPMENT

(€ thousands)	31/12/19	Increase	Decrease	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
Land	6	0	(3)	0	0	3
Buildings	364,844	1,379	(39)	(56,067)	2,089	312,207
<b>Total – gross</b>	<b>364,849</b>	<b>1,379</b>	<b>(42)</b>	<b>(56,067)</b>	<b>2,089</b>	<b>312,210</b>
Amortisation, depreciation and impairment	(55,784)	(5,928)	130	7,755	(1,033)	(54,860)
<b>Land and buildings</b>	<b>309,065</b>	<b>(4,549)</b>	<b>89</b>	<b>(48,312)</b>	<b>1,056</b>	<b>257,350</b>

Currency translation differences reflect mainly the decline of the Brazilian real (-€44 million) and the South African rand (-€3.9 million) in relation to the euro.

(€ thousands)	31/12/19	Increase	Decrease	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
Installations, machinery and equipment	45,972	535	(14)	(1,008)	(628)	44,858
Other tangible fixed assets	88,110	3,084	(1,503)	(2,343)	1,298	88,646
Fixed assets under construction	1,252	1,092	128	(5)	(491)	1,976
Capitalised rental equipment	311,031	6,443	(2,095)	(9,855)	0	305,524
<b>Total – gross</b>	<b>446,365</b>	<b>11,154</b>	<b>(3,483)</b>	<b>(13,212)</b>	<b>180</b>	<b>441,004</b>
Installations, machinery and equipment	(29,657)	(1,913)	449	673	(982)	(31,429)
Other fixed assets	(63,329)	(3,873)	1,732	1,167	(297)	(64,600)
Capitalised rental equipment	(193,336)	(11,228)	1,247	5,339	113	(197,865)
<b>Total depreciation and impairment</b>	<b>(286,322)</b>	<b>(17,014)</b>	<b>3,427</b>	<b>7,180</b>	<b>(1,166)</b>	<b>(293,894)</b>
<b>Property, plant and equipment</b>	<b>160,044</b>	<b>(5,860)</b>	<b>(56)</b>	<b>(6,032)</b>	<b>(986)</b>	<b>147,110</b>

#### 4.3 FINANCIAL ASSETS

(€ thousands)	31/12/19	Increase	Decrease	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
Available-for-sale securities	41,055	1,422	(572)	(21)	39	41,922
Loans and receivables	26,473	222	(1,050)	(114)	3	25,533
Impairment	(1,413)	(20)	80			(1,353)
<b>Financial assets</b>	<b>66,114</b>	<b>1,623</b>	<b>(1,542)</b>	<b>(135)</b>	<b>42</b>	<b>66,103</b>

#### 4.4 EQUITY-ACCOUNTED INVESTMENTS

<b>(€ thousands)</b>	<b>30/06/20</b>	<b>31/12/19</b>
Value of securities at opening	3,445	164
Change in structure		3,836
Dividends		
Provisions for contingencies & expenses	38	
Translation reserves	(43)	(10)
Share of income in associates	(351)	(546)
<b>Investments in associates</b>	<b>3,090</b>	<b>3,445</b>

#### 4.5 TRADE RECEIVABLES

<b>(€ thousands)</b>	<b>30/06/20</b>	<b>31/12/19</b>
Trade receivables	130,337	194,850
Impairment charges	(21,543)	(25,628)
<b>Trade receivables</b>	<b>108,794</b>	<b>169,223</b>

#### 4.6 OTHER RECEIVABLES

<b>(€ thousands)</b>	<b>30/06/20</b>	<b>31/12/19</b>
Advances and instalments	26,408	28,820
Social security receivables	5,607	4,869
Tax receivables	74,303	74,288
Current account advances to non-consolidated companies	3,194	6,879
Other trade receivables and equivalent	19,941	19,101
Prepaid expenses	43,069	35,917
Provision for current accounts	(2,087)	(2,215)
Provision for other receivables	(1,452)	(565)
<b>Other receivables</b>	<b>168,983</b>	<b>167,094</b>

#### 4.7 SHAREHOLDERS' EQUITY

##### 4.7.1 Capital stock

The share capital at 30 June 2020 of GL events was €119,931,148 divided by 29,982,787 shares issued and fully paid up of 4 euros per share.

#### 4.7.2 Reserves and additional paid in capital

Paid in capital represents the difference between the face value of securities issued and contributions received in cash or in kind.

In the 2020 first half, changes in "Reserves and additional paid in capital" broke down as follows:

(€ thousands)	30/06/20	31/12/19
Opening reserves and additional paid in capital	436,690	432,687
Net income appropriation	52,110	42,237
Dividends	0	(19,517)
Impact of fair value measurement of financial instruments	151	133
Portion of assets contributed by non-controlling interests	0	(14,131)
IAS 19 amendment	0	(1,364)
Cancellation of treasury shares	(3,346)	(6,179)
Stock option expenses	1,037	2,204
Other changes	91	619
<b>Closing reserves and additional paid in capital</b>	<b>486,732</b>	<b>436,690</b>

#### 4.7.3 Translation adjustments

Translation adjustments represent the difference between the historic and average exchange rates and the closing rate. At 30 June 2020, currency translation adjustments represented a negative currency difference of 189,380 thousand euros.

#### 4.7.4 Treasury shares

Within the framework of the share repurchase programme, renewed by the General Meeting of 19 June 2020, transactions occurring in the 2020 first half were as follows:

(number of shares)	31/12/19	Acquisitions	Disposals	30/06/20
- Treasury shares	447,792	198,534	(58,955)	587,371
- Liquidity agreement	12,436	174,866	(167,461)	19,841

At 30 June 2020, 607,212 shares were held in treasury and within the framework of the liquidity agreement.

#### 4.7.5 Analysis of capital and voting rights

At 30 June 2020, the total number of voting rights was 44,414,967.

Share capital is comprised of one class of shares including shares with both single voting rights and double voting rights.

Information on the break down for share capital and voting rights, stock options and bonus share plans is provided in the chapter "Shareholder information" on pages 196 of the 2019 registration document.

At 30 June 2020, ownership of the share capital was as follows:

Share capital ownership structure	Number of shares	Percentage of capital	Percentage of voting rights	Number of voting rights
Olivier Ginon*	4,500	0.02%	0.02%	9,000
Le Grand Rey*	8,007	0.03%	0.02%	8,007
La Ferme d'Anna *	17,948	0.06%	0.04%	17,948
Polygone SA *	16,337,253	54.49%	64.58%	28,684,676
Sofina *	4,768,057	15.90%	15.35%	6,819,751
<b>Concert parties subtotal</b>	<b>21,135,765</b>	<b>70.49%</b>	<b>80.02%</b>	<b>35,539,382</b>
Treasury shares	607,212	2.03%		
Free float	8,239,810	27.48%	19.98%	8,875,585
<b>Total share capital</b>	<b>29,982,787</b>	<b>100.00%</b>	<b>100.00%</b>	<b>44,414,967</b>

\*Shareholders agreement / Action in concert with Olivier Ginon, La Ferme d'Anna, Le Grand Rey, Sofina, Polygone

#### 4.8 PROVISIONS FOR RETIREMENT SEVERANCE PAYMENTS

Liabilities for retirement severance benefits are recognised in the consolidated financial statements under non-current provisions. These liabilities are calculated according to the projected unit credit method and take into account the related social charges.

This method takes into account factors that include projected trends for wage increases, employee turnover, mortality rates and a discount rate.

The assumptions applied for the calculation of retirement severance benefits (*indemnités de fin de carrière*) that concern primarily French companies of the Group were as follows:

- Discount rate: alignment with the current market rate, i.e. 25-year OAT TEC of 0.57% (unchanged in relation to the previous reporting period).
- Average rate for salary increases: 2%,
- Retirement age: 67 for all categories of personnel, taking into account changes regarding the legal retirement age
- Rate for employers social contributions of 40%;
- The turnover rate calculated by employee age bracket.

(€ thousands)	30/06/20	31/12/19	Relevant heading
<b>Opening balance</b>	<b>14,419</b>	<b>11,521</b>	
Service costs – employee benefit payments	633	534	Operating profit
<b>Expense recognised under income</b>	<b>633</b>	<b>534</b>	
Actuarial gains or losses of the period from changes in assumptions		1,954	
Changes in Group structure and reclassifications	(71)	410	
<b>Provisions for retirement severance benefits</b>	<b>14,981</b>	<b>14,419</b>	



#### 4.9 CURRENT PROVISIONS FOR CONTINGENCIES AND EXPENSES

(€ thousands)	31/12/19	Increase	Decrease		Translation adjustments	Changes in Group structure & reclassifications	30/06/20
			Provisions used in the period	Reversal of unused provisions			
Provisions for employee-related contingencies	1,289	92	(375)		(11)		996
Other provisions <sup>(1)</sup>	16,615	3,272	(8,493)		(116)		11,278
<b>Current provisions</b>	<b>17,904</b>	<b>3,364</b>	<b>(8,868)</b>	<b>0</b>	<b>(127)</b>	<b>0</b>	<b>12,274</b>

- (1) A provision of €15.7 million for country risk was recorded in 2011 after the Organising Committee and the Delhi Development Authority suspended payments of amounts owed to suppliers for the Delhi Commonwealth Games held in India in 2010. In the 2020 first half, the organising committee was ordered by the High Court of New Delhi to pay GL events €8.5 million. Another proceeding against the Delhi Development Authority is still pending before the High Court. On that basis, a provision of €8 million was written back to income (other operating income and expenses), with a remaining provision of €3.1 million. The allowance recognised for the period corresponds to reorganisation expenses for selected subsidiaries.

#### 4.10 FINANCIAL LIABILITIES

(€ thousands)	31/12/19	Increase	Decrease	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
Non-current borrowings	792,458	149,710	(38,178)	(394)		903,596
Financial instruments	3,345		(459)			2,886
Other financial liabilities	12,057	1,170	(552)	(65)		12,611
<b>Long-term financial debt<sup>(1)</sup></b>	<b>807,859</b>	<b>150,880</b>	<b>(39,188)</b>	<b>(459)</b>	<b>0</b>	<b>919,093</b>
Other short-term borrowings	71,000		(71,000)			0
Cash liabilities	12,523	1,833	0	(238)		14,117
<b>Total financial liabilities</b>	<b>891,382</b>	<b>152,713</b>	<b>(110,188)</b>	<b>(697)</b>	<b>0</b>	<b>933,210</b>
Marketable securities	(73,667)	0	46,249	4,451	1	(22,966)
Bank and cash	(337,890)	20,447	0	4,524	(4,966)	(317,886)
<b>Cash and cash equivalents</b>	<b>(411,557)</b>	<b>20,447</b>	<b>46,249</b>	<b>8,975</b>	<b>(4,965)</b>	<b>(340,851)</b>
<b>Change in net debt excl. IFRS 16</b>	<b>479,826</b>	<b>173,160</b>	<b>(63,939)</b>	<b>8,278</b>	<b>(4,965)</b>	<b>592,359</b>

<sup>(1)</sup> Of which at 30 June 2020:

- Non-current portion of medium and long-term debt: 721,597 thousand euros
- Current portion of long and medium term debt: 197,496 thousand euros

(€ thousands)	31/12/19	Increase	Decrease	Translation adjustments	Changes in Group structure & reclassifications	30/06/20
IFRS 16 debt	434,423	510	(24,368)	(7,453)	18,339	421,451

#### 4.11 OTHER LIABILITIES

(€ thousands)	30/06/20	31/12/19
Other payables	63,136	60,331
Prepaid income	150,370	160,755
<b>Other liabilities</b>	<b>213,506</b>	<b>221,087</b>

Other liabilities includes include mainly payables linked to the acquisition of Chinese exhibitions.

## NOTE 5 INCOME STATEMENT INFORMATION

GL events has benefited from support measures adopted by the different governments in response to the health crisis. These measures generated savings in staff costs (partial activity scheme in the amount of €23 million) and rental payment exemptions amounting to €4 million during the periods subject to administrative closures.

### 5.1 RAW MATERIALS, CONSUMABLES AND EXTERNAL CHARGES

Raw materials, consumables and external charges break down as follows:

<b>(€ thousands)</b>	<b>2020</b>	<b>2019</b>
Purchases consumed	(18,350)	(34,214)
Subcontracting and external personnel	(69,191)	(163,517)
Equipment and property rentals	(11,649)	(24,038)
Travel and entertainment expenses	(10,969)	(22,192)
Other purchases and external expenses	(45,588)	(69,686)
<b>Purchases and other external charges</b>	<b>(155,746)</b>	<b>(313,647)</b>
<b>REVENUE</b>	<b>266,825</b>	<b>595,878</b>
<b>Rate Purchases &amp; other expenses vs. Sales (%)</b>	<b>-58.4%</b>	<b>-52.6%</b>

### 5.2 OTHER CURRENT OPERATING INCOME AND EXPENSES

Other current operating income and expenses break down as follows:

<b>(€ thousands)</b>	<b>2020</b>	<b>2019</b>
Operating grants	1,216	2,905
Other income and expenses	(1,496)	(3,432)
<b>Other current operating income and expenses</b>	<b>(279)</b>	<b>(528)</b>

### 5.3 OTHER OPERATING INCOME AND EXPENSES

Other operating income and expenses consist mainly of reorganisation and acquisition expenses and the reversal of provisions recorded for litigation in India.

### 5.4 NET FINANCIAL INCOME (EXPENSE)

<b>(€ thousands)</b>	<b>2020</b>	<b>2019</b>
Net income from the sale of marketable securities	421	1,280
Interest expense	(14,226)	(14,444)
<b>Net interest expense</b>	<b>(13,805)</b>	<b>(13,164)</b>
Other investment income	545	924
Currency gains and losses	1,638	361
Provision on financial assets	50	(63)
<b>Other financial income and expenses</b>	<b>2,233</b>	<b>1,222</b>
<b>Net financial expense</b>	<b>(11,572)</b>	<b>(11,942)</b>

### 5.5 INCOME TAX EXPENSE

In accordance with IAS 34, the estimated effective tax rate for fiscal 2020 is 37.3%.

## **NOTE 6 OFF-BALANCE SHEET COMMITMENTS**

### **6.1 COMMITMENTS**

#### **Commitments by category (€ thousands)**

##### **Commitments given**

- Short-term guarantee	None
- Medium-term guarantee	None
- Joint security, miscellaneous guarantees	None

##### **Commitments received**

- Opening of undrawn credit lines	105,286
- Joint security, miscellaneous guarantees	None

Off-balance sheet commitments between consolidated companies are eliminated as are all intercompany transactions and balances.

### **6.2 CONCESSION ROYALTIES AND PROPERTY LEASE PAYMENTS – NON-CANCELLABLE PORTIONS**

Firm commitments for concessions and property rental payments are henceforth included in the balance sheet in line with application of IFRS 16. However, the variable portion of fees and lease payments as well as options for renewal are not included in the IFRS 16 restatement.

### **6.3 DEBT GUARANTEED BY COLLATERAL**

<b>(€ thousands)</b>	<b>Guaranteed debt</b>	<b>Nature of the guarantee</b>
- Bank borrowings	1,000	Pledge of financial instruments
- Bank guarantees	220	Pledge of financial instruments

### **6.4 OTHER CAPITAL COMMITMENTS**

Capital investments are broken down below by the budgeted period of expenditure:

<b>(€ thousands)</b>	<b>&lt; 1 year</b>	<b>1 to 5 years</b>	<b>&gt; 5 years</b>
Capital commitments	15,872	32,218	53,315

## **NOTE 7 TRANSACTIONS WITH RELATED PARTIES**

The consolidated financial statements include all companies within the Group structure of consolidated operations (see Note 2). Related party transactions concern primarily management services invoiced by Polygone SA to GL events, where Olivier Ginon, Olivier Roux and Erick Rostagnat serve as directors for both companies, and property rental costs invoiced by Foncière Polygone to the Group, with Olivier Ginon serving as Chairman, Anne-Sophie Ginon as Managing Director of this company.

There are no other pension liabilities or similar benefits in favour of current and former directors and officers. In addition, no advances or loans have been granted to directors and officers.

Summary of transactions with related parties in the 2020 first half:

<b>Description</b>	<b>Income (expenses)</b>
General management services <sup>(1)</sup>	(853)
Allowances and expenditures for missions, travel expenses and insurance	45
Interest on current account loans	(24)
Property lease payments and land taxes <sup>(2)</sup>	(8,315)
	<b>Balance at 30/06/2020</b>
Rent deposit guarantees <sup>(3)</sup>	16,747
Trade receivables	378
Prepaid expenses	3,475
Suppliers	(18,098)
Current account	(9)
Prepaid income	(20)

<sup>(1)</sup> The costs of general management services consisted notably of compensation charged for Messrs. Ginon and Roux, compensation charged for employees of Polygone SA, travel expenses and other costs incurred in connection with the performance of general management duties. This agreement is renewed every year by tacit renewal and approved by the General Meeting under regulated agreements.

<sup>(2)</sup> Rental payments concern 13 operating sites including the Turin exhibition centre that Foncière Polygone acquired from GL events in 2009. These rental amounts were determined on an arm's-length basis at market prices according to rental yields or prices per square meter for comparable properties.

<sup>(3)</sup> The amount for deposit guarantees corresponds to one year's rent including tax.

## **INTERIM MANAGEMENT REPORT**

### **1 MATERIAL EVENTS AND OPERATING HIGHLIGHTS OF THE 2020 FIRST HALF**

#### **- Business**

After registering a record performance in 2019, the Group entered the crisis with solid fundamentals. Momentum for the first two months of 2020 was positive. Revenue at the end of February 2020 (restated to eliminate the biennial effect linked to Sirha) was thus up 14% in relation to N-1.

The Group was quickly impacted by the Covid-19 pandemic, first in China in January, then in Europe starting in March and finally in April in Brazil and Chile. In response, the Group rapidly adopted all necessary measures to protect the health of its employees. The practice of teleworking was widely deployed during the lockdown periods. Bans against organising events and administrative closures of all sites operated by the Group were quickly imposed.

As a result, revenue for the first half was down 55% compared with June 2019. This decline impacted the Group's three businesses. For the Live division, revenue from the rental of structures, services provided in connection with the Saudi Cup horse race and the Dakar Rally in Saudi Arabia in January helped limit this decline to 43%. In addition to the biennial effect linked to Sirha, the Exhibition division was severely impacted by the ban against holding exhibitions in Europe, China and South America. On that basis, revenue for this division in the period declined 69% in relation to 2019 and 54% in relation to 2018.

For the Venues division, with administrative closures imposed on all sites operated from March to June 2020, revenue was down 63% from last year's same period.

#### **- Adapting to the situation caused by Covid-19**

In response to this steep decline in revenue and measures restricting its activity, the Group adopted a plan designed to preserve its liquidity.

- Cancellation of dividends initially planned by GL events and by the subsidiaries in which the Group has partners (€30 million),
- Reduction in its CAPEX plan (€30 million) and external growth transactions to contractualised commitments (€30 million)
- Plan for reducing fixed costs (> €100 million): recourse to short-time working measures, the non-renewal of fixed term employment contracts, a freeze on hiring, applications for rent exemptions, limitation on travels, a reduction in communication expenses...At 30 June, these produced savings for the Group of €76 million in relation to the budget and €69 million in relation to the 2019 first half,
- Refinancing of 2020 net payments and obtaining financing for residual investments. On this basis, applications were submitted for €85 million in government-backed loans, the deferral of payments for €24 million and new medium-term credit lines for €70 million.

In parallel, offerings adapted to the health crisis were developed by the commercial and technical teams:

- A specific furniture range,
- A special offering for Covid-19 signage ,
- An acceleration in the deployment of digital and "phygital" offerings.

During this period, the Group reinforced its governance in order to monitor developments of this situation. On that basis, the Audit Committee and the Board of Directors both met five times between March and July 2020. Their work has focused mainly on the Group's liquidity, financing, the implementation of the savings plan and the deployment of business continuity and business recovery plans.

#### **- Business developments**

The Group also completed its fourth acquisition in China by acquiring a 70% stake of CACLP, organising company of the Chinese trade show of the same name, the country's market leader in the fields of IVD (in vitro diagnostics) and clinical tests. The historic managers will retain 30% of the share capital and are integrated within the business plan.

In Chile, the Group was awarded a 40-year concession for the "Parque Vitacura" meeting facility in Santiago as from 2022. This ideally located 4,700 sqm venue currently holds approximately 300 events (corporate, exhibitions, festivals, performances and concerts) per year. Average annual revenue expected is approximately

€9 million. After Tarpulin (Live) in March 2016, FISA (Exhibitions) in April 2018, the Group has thus reinforced its presence in Chile where all three of its business will be represented.

- **The India Commonwealth Games litigation**

In India, after several phases in the judicial process, the organising committee was ordered by the High Court of New Delhi to pay GL events €8.5 million. The receipt of funds by GL events Litmus (€8 million net of expenses) was accompanied by a reversal of a provision for the corresponding amount. As a reminder, GL events has been engaged in legal actions against the Commonwealth Games organising committee and the Delhi Development Authority since 2011. This dispute concerns the organising committee's decision to suspend payments to international companies who delivered services for this event. Another proceeding against the Delhi Development Authority is still pending before the High Court.

- **GL events shows its solidarity**

Despite the complicated context, the Group has demonstrated its solidarity through its own initiatives to combat the spread of the virus. In January, protective masks were sent to China and in March 20,000 masks were made available to hospitals and clinics in Lyon. GL events has also provided temporary emergency structures to address the growing need for beds in the French regions most affected (Ile de France, the Grand Est) and severely impacted international destinations. In this context, a portion of the Riocentro site was made available to the city of Rio de Janeiro and transformed into a hospital to treat Covid-19 patients.

Finally, the Barcelona International Convention Centre, in partnership with the not-for-profit NGO World Central Kitchen, prepared 192,909 meals for vulnerable persons in the Barcelona region affected by the Covid-19 crisis.

**ANALYSIS OF KEY INCOME STATEMENT AGGREGATES AND PERFORMANCE MEASURES**

The Group's performance measures highlight the significant impact of the public health context.

(€ thousands)	30/06/20	30/06/19	Change N/N-1	30/06/2020 IFRS 16	30/06/2019 IFRS 16	Change N/N-1
Revenue	266,825	595,878	-55.2%	266,825	595,878	-55.2%
EBITDA (*)	-21,515	99,821	-121.6%	3,028	124,093	-97.6%
Current operating income	-46,672	69,648	-167.0%	-43,026	73,339	-158.7%
Organic growth	-53.6%	1.9%		-53.6%	1.9%	
Operating margin	-17.5%	11.7%	-29.2	-16.1%	12.3%	-28.4
EBITDA margin	-8.1%	16.8%	-24.8	1.1%	20.8%	-19.7
Net financial income (expense)	-5,711	-5,746	0.6%	-11,572	-11,942	3.1%
Income before tax	-51,752	61,842	-183.7%	-53,968	59,337	-191.0%
Net income	-32,799	41,775	-178.5%	-34,189	40,084	-185.3%
Net income (Group share)	-30,429	30,436	-200.0%	-31,493	29,107	-208.2%
Net margin (Group share)	-11.4%	5.1%	-16.5	-11.8%	4.9%	-16.7
ROCE	0.6%	7.7%	-7.1			

(\*) EBITDA: (Earnings before interest, tax depreciation and amortisation); current operating income (EBIT) + amortisations and provisions

Group revenue in the first half declined 55.2% in relation to 30 June 2019. At 30 June 2020, international markets accounted for 51% of revenue compared to 46% one year earlier.

In the 2020 first half, EBITDA (excluding IFRS 16) was down by 121.6% from 30 June 2019 to -€21.5 million and consolidated current operating income (excluding IFRS 16) by 167% from the last year's same period to -€46.7 million. On that basis, the operating margin (excluding IFRS 16) fell to -17.5% (vs. +11.7% in 2019).

Net financial expense (excluding IFRS 16) amounting to -€5.7 million was stable compared 30 June 2019. The increase in interest expense was offset by foreign exchange gains. The loss before tax (excluding IFRS 16) amounted to -€51.8 million compared to a profit +€61.8 million at 30 June 2018.

Based on a tax rate of 37.3% and losses from equity-accounted investees, a net loss (excluding IFRS 16) of €32.8 million was registered for the period compared to a net income of €41.8 million for the 2019 first half.

After minority interests, the net loss attributable to the equity holders of the parent amounted to €30.4 million compared with a net income of €30.4 million one year earlier (-200%).

### Change in ROCE

The decline in the Group's ROCE, restated to eliminate the impact of IFRS 16, was due entirely to the drop in revenue in the 2020 first half: 0.6% versus 7.7% at 30 June 2019.

A breakdown is provided below of this calculation:

Calculation of ROCE at 30/06/2020	30/06/20	30/06/19	31/12/19	Current operating income YoY
Current operating income restated to eliminate the impact of IFRS 16	-46,672	69,648	125,891	9,571
Current operating income net of income tax (1)				6,604
Goodwill plus fixed assets *	1,255,330			
WCR **	-199,685			
Capital employed (2)	1,055,645			
ROCE (1/2)	0.6%			

\* Fixed assets: tangible, intangible and financial (see consolidated balance sheet at 30 June 2020)

\*\* WCR: Trade receivables + Other receivables + Inventory - Advances & Down Payments - Trade payables - Tax and social security payables - Other payables (see consolidated balance sheet at 30 June 2020)

### INCOME STATEMENT HIGHLIGHTS BY BUSINESS

The breakdown of revenue was as follows:

(€ thousands)	30/06/19	30/06/19
GL events Live	157,382	275,386
% of Total Revenue	59.0%	46.2%
GL events Exhibitions	44,984	147,124
% of Total Revenue	16.9%	24.7%
GL events Venues	64,459	173,368
% of Total Revenue	24.2%	29.1%
<b>Revenue</b>	<b>266,825</b>	<b>595,878</b>

**GL events Live** had revenue in the 2020 first half of €157.4 million, down 42.9% in relation to the same period in 2019. Before public gatherings were banned, and within the organisation of events, services were delivered in Saudi Arabia for two events (the Saudi and the Dakar Rally) and also for recurrent events: the Paris International Agricultural Show, fashion shows during Fashion Week and the organisation of the Dassault convention. In addition, the Group delivered installations for the Tokyo Olympic Games that were ultimately rescheduled. They are now expected to be held from 23 July to 8 August 2021. This division invoiced expenses for costs incurred for cancelled events and benefited from the strength of its industrial activities such as Spaciotempo in France, or Aganto in the United Kingdom (€30 million vs. €35 million one year earlier).

**GL EVENTS EXHIBITIONS** had revenue of €45 million, down 69.4%. Business for the first half was impacted by the postponement / bans of a number of exhibitions in Asia (Build & Decor, CIDE, Wallpaper), Europe (Global Industrie, CFIA, Made, Pharma Cosmetech, the Lyon International Fair, Geek Days...) and Latin America (Expomin, Expovivenda, the World Beer Fest in Sao Paulo).

In this context, the Group was able to adapt its formats to create and maintain the ties between exhibitors and attendees. For example, Global Industrie Connect was launched at the end of June as a digital alternative.

This 4 days digital event was a genuine success with 300 speakers and 46 webinars followed by more than 6,100 professionals. Since Global Industrie Connect's launch, there have been nearly 20,000 interactions between attendees and exhibitors.

**GL EVENTS VENUES** had revenue of €64.5 million, down 62.8%, impacted by the administrative closures gradually imposed by different governments starting in March 2020. During the first half, despite the difficult environment, the Group moved forward with certain projects in progress and demonstrated its capacity for innovation and adaptation. In Paris, the Palais Brongniart staged its first phygital event with the fifth Summit for Start-ups and Innovation. This hybrid format brought together 40 speakers at the vast auditorium of the former Paris stock exchange before a virtual audience of more than 1,000 remote participants. Finally, in South Africa, GL events installed a temporary hospital in the Johannesburg Expo Center delivered in June 2020 for a total budget of €17 million.

The breakdown of current operating income by major business line was as follows:

(€ thousands)	30/06/20	30/06/19	30/06/2020 IFRS 16	30/06/2019 IFRS 16
GL events Live	(15,188)	11,798	(10,949)	12,214
GL events Exhibitions	(4,806)	32,428	(8,419)	32,693
GL events Venues	(26,679)	25,422	(23,658)	28,432
<b>Current operating income</b>	<b>(46,672)</b>	<b>69,648</b>	<b>(43,026)</b>	<b>73,339</b>

Ultimately, in the first half of this year the Group was able to conduct its operations normally for only two months. The €330 million shortfall in revenue and its limitation to €267 million resulted in an operating loss of €46 million (-€116 million vs. N-1) which includes a depreciation expense of €25 million. This operating loss was mitigated by the rapid implementation of the cost savings plan. Measures implemented by the Group to reduce costs focused mainly on reducing staff costs (recourse to short-time working measures, a freeze on hiring, the non-renewal of fixed term employment contracts,...), the exemption of certain rent payments while administrative closure are in effect, limiting travel expenses, limiting fees and reducing communications expenses. In addition, energy and maintenance expenses have been reduced significantly. Overall, in relation to the 2019 first half, €69 million in savings have been achieved.

### FINANCIAL POSITION HIGHLIGHTS

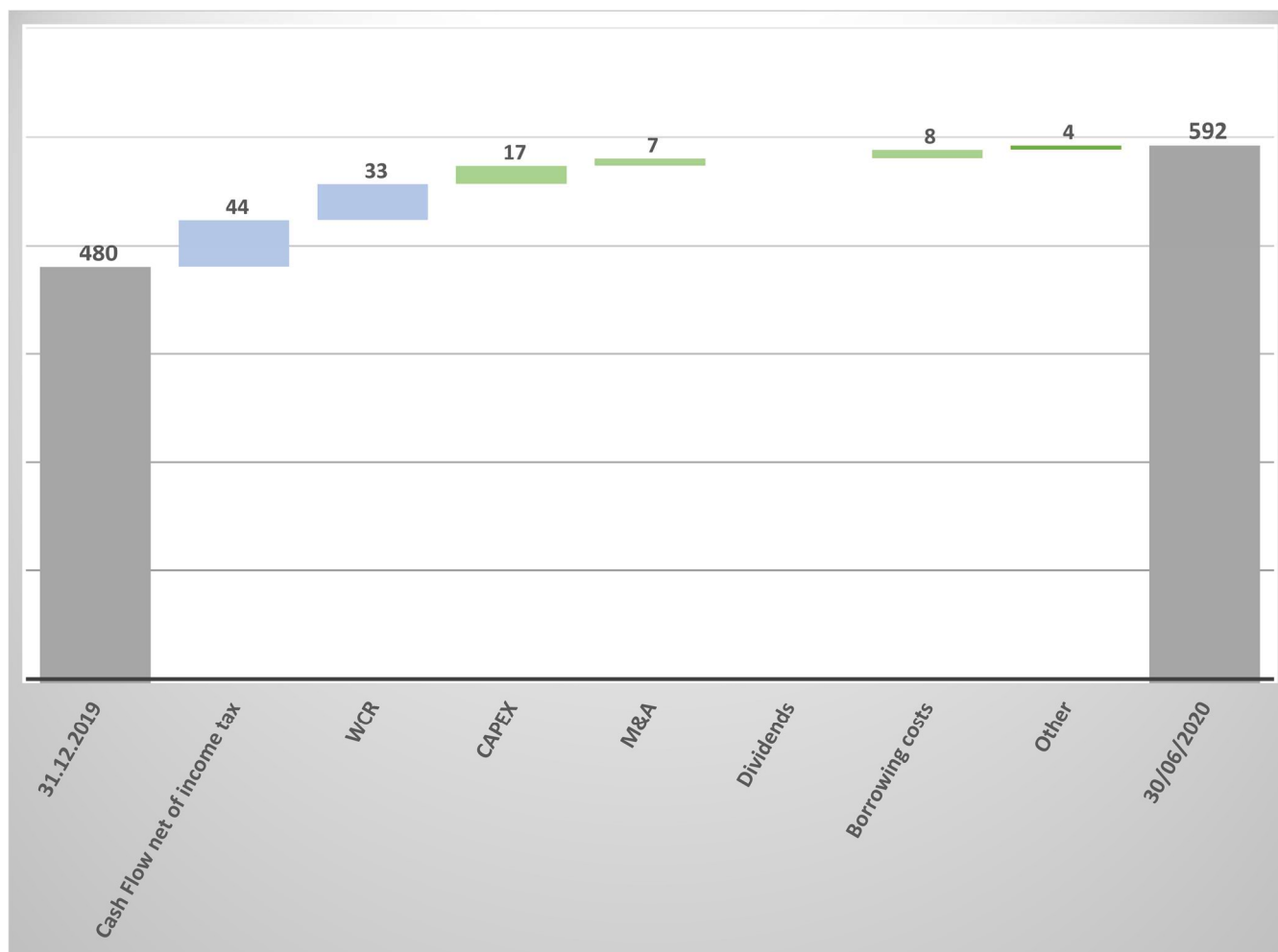
The Group had a negative cash flow of €43.6 million, reflecting mainly the significant drop in revenue. The decline in the net source of funds is attributable largely to the successful marketing efforts at the end of 2019 for the events in the 2020 first half, which were not all able to be held. In addition, uncertainties weighing on the sector have led to the postponement of inflows for reservations for events in the 2020 second half. Generally speaking, 30 June represents the low point for net sources of funds for the Group.

Capital expenditures for the first half (€17 million) concerned mainly the renewal of rental equipment assets at the beginning of the year for the Live division.

In the first half, net debt (excluding IFRS 16) rose €112 million to €592 million at 30 June 2020, up from €480 million at 31 December 2019.



Changes in debt broke down in consequence as follows:



## 2 SUBSEQUENT EVENTS

- Covenant Holidays: Group management obtained covenant holidays from all its banking partners for fiscal 2020. Agreements were granted accordingly without providing for the invoicing of additional amounts or an increase in current financing terms. An identical request will be formally submitted to the Euro PP bondholders in the coming days.
- In France, at the end of July, the organisation of events for more than 5,000 people had been authorised as from 1 September 2020. On 11 August 2020, the French Prime Minister announced that this ban of gatherings for more than 5,000 people would be extended until 31 October 2020. He also indicated that, in accordance with the strict application of public health measures, the French regional authorities (*préfets*) have the authority to grant exceptions to this rule. Finally, in order to organise its events, the Group has developed a strict health protocol, thus demonstrating its ability to ensure the safety of its event attendees and exhibitors. As a result, since the beginning of September, the Group's exhibitions (Made in France Première Vision, Expo Biogaz, the Strasbourg European Fair, Pharma Cosmetech...) were held under optimal conditions of health safety (access control, reinforced health measures, social distancing, control of the number of attendees by exhibition hall...). In contrast, Première Vision Paris will not be held. The limit of 5,000 people per day and restrictions imposed on international exhibitors and visitors (namely, a quarantine period of 14 days and a limited number of flights) have rendered the organisation of this event impossible.
- The ACLP exhibition in China: this exhibition, initially scheduled for March 2020, was held in August in Nanchang (a city in southern China). It brought together more than 1,000 Chinese and international exhibitors (up from 870 in 2019) over an area covering 70,000 sqm. This exhibition confirmed a growth

in attendance of more than 50% from 2019 to a total of 35,000 attendees in three days. Bringing together industrial players and national and international departments from sectors including immunodiagnostics, chemical and molecular analysis and outpatient diagnostics of infectious diseases, CACLP intervenes in a sector whose importance is highlighted by the current health crisis. In China, this market represents approximately CNY 8 billion (ca. €1 billion). Backed by top-tier medical conventions, CACLP brings together experts in cutting-edge fields such as preclinical medicine and biomedical engineering.

- Acquisition of the activities of Tranoï: In search of new financial partners, Tranoï, the leading B2B event organiser for creative fashion brands in conjunction with Fashion Week, joined forces with the group, strengthening its business unit devoted to fashion. Tranoï's events will henceforth be operated by Tranoï Events, a 90%-held subsidiary of GL events Exhibitions, with the existing management retaining 10% of the capital.
- ISO certification: the Group is continuing the ISO certification process for its activities. At the end of August, its subsidiary GL events UK obtained ISO 20121 certification, the international standard for sustainable event management. Two other Group companies are in the process of obtaining this certification (Live By GL events and Fonction Meuble). As a reminder, at the end of 2019, 44% of Group revenue was covered by an ISO standard.

### **3 OUTLOOK AND UNCERTAINTIES**

Despite the current lack of visibility regarding the evolution of the health crisis, the Group is confident in its ability to get through this unprecedented crisis. It has already been successful in securing financing and preserving its liquidity. The support of local authorities and governments is also vital to assist the recovery of the sector.

In an environment subject to restrictions currently preventing the organisation of international or large-sized events, business volume for 2020 is estimated to date at €600m which would lead to a loss for the full year of approximately €50m. Savings from the cost reduction programme are expected to reach €130 million by year-end.

In France, the activities of the three divisions are gradually picking up. The Live division will notably deliver the Grand Palais Ephémère at the end of 2020. Local exhibitions and fairs like those of Metz, Caen and Toulouse, but also events with a more global profile, redesigned to comply with the health safety guidelines (CFIA, Equita), should be held in the second half. Première Vision's transformation into a 100% digital exhibition at the end of August, 15 days before it was to be held, is however another illustration of both the uncertainty of the period but also the Group's capacity to rapidly adapt in order to effectively address the needs of its customers and partners. In China, after the organisation of the CACLP exhibition at the end of August, Fashion Source is expected to be held in November.

The resumption of activity in China, the announcement that the Olympic Games in Tokyo will be held, a positive biennial effect (Sirha, the Rio de Janeiro International Book Fair) and the rescheduling of exhibitions (Expomin, the Piscine swimming pool and wellness event) should enable the Group to experience a recovery in business activity in 2021.



## **RESPONSIBILITY STATEMENT FOR THE INTERIM FINANCIAL REPORT**

I hereby declare that to the best of my knowledge the condensed financial statements presented for the first six months were prepared in accordance with applicable accounting standards and give a true and fair view of the financial position and results of the Company and its consolidated subsidiaries and that the interim management report included herein presents a true and fair view of the important events occurring during the first six months of the fiscal year, their impact on the interim financial statements, the main transactions with related parties and the principal risks and uncertainties for the remaining six months of the fiscal year.

Lyon, 21 September 2020

Olivier GINON  
Chairman

**STATUTORY AUDITORS' REPORT  
ON INTERIM FINANCIAL INFORMATION**

*This is an unsigned free translation into English of the auditor's review report issued in the French language and is provided solely for the convenience of English speaking readers. into English of the statutory auditors' report issued in the French language and is consequently provided solely for the convenience of English speaking readers. This report should be read in conjunction with, and is construed in accordance with, French law and professional auditing standards applicable in France. As the English version of the interim financial statements has not been audited by the Statutory Auditors, only the original French version of the Statutory Auditors' report is legally binding.*

To the shareholders of GL events,

Pursuant to our appointment as statutory auditors by your Shareholders' Meeting and in accordance with article L. 451-1-2 III of the French monetary and financial code ("*Code Monétaire et Financier*"), we hereby report to you on:

- The limited review of the accompanying interim condensed consolidated financial statements of GL events SA for the six-month period from 1 January to 30 June 2020;
- The verification of the information given in the interim management report.

These interim condensed financial statements were prepared under the responsibility of the Board of Directors on 15 September 2020 based on information available to date against the backdrop of evolving market conditions linked to the Covid-19 health crisis and difficulties in understanding its implications and future development. Our responsibility is to express a conclusion on these statements based on our limited review.

**I – Review of the financial statements**

We have conducted our limited review in accordance with the professional standards applicable in France.

A limited review consists mainly of making inquiries with 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. As such, it provides a moderate assurance that the financial statements as a whole are free of material misstatements lower than that which would result from an audit.

Based on our review, nothing has come to our attention that causes us to believe that the interim accompanying condensed consolidated financial statements were not prepared in all material respects in accordance with IAS 34 – standard of the IFRS as adopted by the European Union governing interim financial reporting.

**II – Specific procedures and disclosures**

We have also verified the information in the interim management report commenting on the interim condensed consolidated financial statements issued on 15 September 2020 that were the subject of our limited review.

We have no matter to report regarding its fair presentation and consistency with the interim condensed consolidated financial statements.

Villeurbanne and Oullins, 21 September 2020

The Statutory Auditors

*[French original signed by]*

**MAZA SIMOENS**

**Benjamin Schlicklin**  
Partner

**MAZARS**

**Paul-Armel Junne**  
Partner

**Emmanuel Charnavel**  
Partner