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## Successful completion of Technicolor's rights issue

### Subscription ratio of more than 143%

**Paris (France), August 10, 2012** – The share capital increase with shareholders' preferential subscription rights launched by Technicolor S.A. (Euronext Paris: TCH) ("**Technicolor**") on July 18, 2012 (the "**Rights Issue**") has been largely subscribed with total subscription orders of 88,454,875 shares, representing about 143.5% of the shares to be issued.

54,633,380 new shares have been subscribed on a pro-rata basis (representing 88.63% of the new shares to be issued). Subscription orders on an over-subscription basis have amounted to 33,821,495 new shares (representing 54.87% of the new shares to be issued) and will, as a result, only be satisfied in part, in the amount of 7,009,936 new shares.

Gross proceeds of the Rights Issue amount to €96,163,572.96, issuance premium included, corresponding to the issue of 61,643,316 new shares.

In accordance with their irrevocable subscription commitment, the private equity funds of Vector Capital (the "**Funds**") and their investment vehicle, Petalite Investments S.à r.l. ("**Petalite**"), have largely participated to the Rights Issue by subscribing, on a non-reducible basis, through the exercise of all of the preferential subscription rights they held prior to the Rights Issue. Petalite also acquired preferential subscription rights on the market, subscribed, on a non-reducible basis, through the exercise of all of the preferential subscription rights so acquired and submitted subscription orders on an over-subscription basis. The total number of shares which will be so allocated to the Funds and Petalite, pursuant to the Rights Issue, is 20,639,813.

Given the success of the Rights Issue, Petalite has not been required to fulfill its commitment to backstop the Rights Issue up to 75% of its amount.

As a reminder, on July 16, 2012, Petalite fully subscribed to the share capital increase of an amount (issuance premium included) of €94,943,012 which was reserved to it (the "**Reserved Capital Increase**" and, with the Rights Issue, the "**Capital Increases**").

As a consequence, the Capital Increases have allowed Technicolor to raise total gross proceeds of €191,106,584.96 corresponding to the issue of 109,114,822 new shares.



The Capital Increases will allow Technicolor to strengthen its balance sheet and enhance its capabilities to implement its “Amplify 2015”<sup>1</sup> strategic roadmap. They will also contribute to stabilizing Technicolor’s shareholder base. As it publicly expressed, Vector Capital will be a committed partner, using its experience of the technology and digital media markets and supportive of Technicolor’s management.

Upon completion of the Capital Increases, Vector Capital, through the Funds and Petalite, becomes the first shareholder of Technicolor, with a shareholding of 20.87% in the share capital of Technicolor.

Settlement and delivery of the 61,643,316 new shares issued in the Rights Issue and their listing on the regulated market of NYSE Euronext in Paris are expected to occur on August 14, 2012. The new shares will be fungible with the existing shares of Technicolor and traded on the same listing line (ISIN code: FR0010918292).

As from such settlement and delivery, the share capital of Technicolor will amount to €332,873,905 and will be comprised of 332,873,905 shares with a nominal value of €1 each.

The Rights Issue was led by Morgan Stanley & Co. International plc, as Lead Manager and Bookrunner, and Lazard, as Joint Lead Manager.

Information relating to the Capital Increases is provided in the prospectus having received from the AMF the visa number 12-335 on July 12, 2012 and the supplemental note to the prospectus having received from the AMF the visa number 12-388 on July 26, 2012, which are available free of charge at the registered office of Technicolor at 1-5 rue Jeanne d’Arc, 92130 Issy-les-Moulineaux, on Technicolor’s website ([www.technicolor.com](http://www.technicolor.com)) and on the AMF’s website ([www.amf-france.org](http://www.amf-france.org)) and from Morgan Stanley & Co. International plc as Lead Manager and Bookrunner, and Lazard Frères Banque, as Joint Lead Manager. Investors are urged by Technicolor to consider the risk factors set forth in chapter 2 of the *note d’opération* and chapter 3 of the *document de référence*.

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<sup>1</sup> Strategic plan unveiled at Technicolor’s FY 2011 results on February 24, 2012.



### **About Technicolor**

Technicolor, a worldwide technology leader in the media and entertainment sector, is at the forefront of digital innovation. Our world class research and innovation laboratories enable us to lead the market in delivering advanced video services to content creators and distributors. We also benefit from an extensive intellectual property portfolio focused on imaging and sound technologies, based on a thriving licensing business. Our commitment: supporting the delivery of exciting new experiences for consumers in theaters, homes and on-the-go. Euronext Paris: TCH • [www.technicolor.com](http://www.technicolor.com)

### **About Vector Capital**

Vector Capital is a leading global private equity firm located in San Francisco specializing in the technology sector. Founded in 1997, Vector Capital manages over \$2 billion in equity capital from a variety of investors, including the world's most respected university endowments, foundations, financial institutions, and family offices. Vector Capital has a highly focused investment strategy that emphasizes technology companies with a high degree of intellectual property that are in a state of transformation. Since inception, Vector Capital has made more than 35 investments in public and private companies with an aggregate value of more than \$2.5 billion, across sectors including digital media, infrastructure software, and internet services.

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### **Canada**

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