

2013/14 PRO FORMA INFORMATION

Gennevilliers – France, 21 October 2014

The new international financial reporting standard IFRS 11 – Joint Arrangements has been applied by the Group since 1 April 2014.

The application of IFRS 11 has had a scope impact linked to the 3 Chinese joint ventures: Qingdao Faiveley SRI, Shijiazhuang Jiexiang Precision Machinery and Datong Faiveley Couplers Systems. These joint ventures may no longer be proportionally consolidated, and from 1 April 2014 are consolidated following the equity method in the same way as associates. Faiveley Transport presents its consolidated financial statement, financial position and cash flow statement, for the first half and full-year 2013/14, restated accordingly (unaudited figures).

CONSOLIDATED FINANCIAL STATEMENT

(EUR millions)	FY 2013/14 restated	FY 2013/14 published	H1 2013/14 restated	H1 2013/14 published
Sales	957.2	982.4	445.8	458.6
Cost of sales	(730.2)	(746.7)	(333.2)	(341.3)
Gross Profit	227.0	235.7	112.6	117.3
As % of sales	23.7%	24.0%	25.3%	25.6%
General & Administrative costs	(78.4)	(80.2)	(38.9)	(39.6)
Sales and marketing costs	(43.4)	(43.6)	(21.7)	(21.8)
Research and development costs	(13.6)	(14.0)	(6.5)	(6.6)
Other operating income and expenses	(6.9)	(8.0)	(2.3)	(2.8)
Profit from recurring operations	84.7	89.9	43.2	46.5
As % of sales	8.8%	9.2%	9.7%	10.1%
Restructuring costs	(1.3)	(1.2)	(0.3)	(0.3)
Gain/(loss) on disposal of non-current assets	(0.1)	(0.1)	-	-
Operating profit	83.3	88.6	42.9	46.2
As % of sales	8.7%	9.0%	9.6%	10.1%
Share of net profit from joint-ventures	4.3	-	2.6	-
Operating profit after share of net profit from joint-ventures	87.6	88.6	45.5	46.2
As % of sales	9.2%	9.0%	10.2%	10.1%
Net cost of financial debt	(9.3)	(9.3)	(4.3)	(4.4)
Other financial income and expenses	(1.8)	(2.1)	(1.2)	(1.3)
Net financial expense	(11.1)	(11.4)	(5.6)	(5.7)
Share of profit of associates	-	-	-	-
Profit before tax	76.5	77.2	40.0	40.5
Income tax	(26.4)	(27.1)	(13.7)	(14.2)
Net profit	50.1	50.1	26.3	26.3
Minority interests	-	-	1.0	1.0
Net profit – Group share	50.1	50.1	25.3	25.3
As % of sales	5.2%	5.1%	5.7%	5.5%
Earnings per share, in €:				
Net ^(a)	3.50	3.50	1.78	1.78
Net, diluted ^(b)	3.44	3.44	1.74	1.74

(a) Net earnings per share takes into account the deduction of treasury shares held by Faiveley Transport (292 258 as of 31 March 2014 and 357 565 as of 30 September 2013).

(b) Net, diluted earnings per share takes into account on one hand the deduction of treasury shares held by Faiveley Transport and on the other hand the addition of exercisable shares linked to shares grants (244 698 as of 31 March 2014 and 309 060 as of 30 September 2013).

2013/14 QUARTERLY SALES

<i>In EUR millions</i>	Q1 2013/14	Q2 2013/14	Q3 2013/14	Q4 2013/14
Published	220.8	237.8	234.8	289.0
RESTATED	216.3	229.5	227.1	284.3

2013/14 CONSOLIDATED FINANCIAL POSITION

<i>(EUR millions)</i>	March 2014 restated	March 2014 published
Goodwill	663.9	663.9
Intangible assets	50.5	50.6
Property, plant and equipment	67.9	68.8
Investments in associates	12.3	-
Shareholdings in unconsolidated subsidiaries	0.3	0.3
Deferred tax assets	51.7	52.4
Other non-current financial assets	2.5	2.5
Total non-current assets	849.1	838.4
Inventories	146.4	154.5
Work-in-progress on projects	112.5	111.4
Advances and prepayments paid	2.3	2.9
Trade receivables	194.6	207.6
Other current assets	32.8	30.9
Taxation receivable	13.2	13.2
Current financial assets	7.9	7.9
Short-term investments	69.8	69.8
Cash	169.4	173.7
Total current assets	748.9	771.9
TOTAL ASSETS	1,598.0	1,610.3
Share capital	14.3	14.3
Consolidated reserves and net profit for the year	535.6	535.6
Equity – Group share	549.9	549.9
Minority interests	27.7	27.7
Total equity	577.6	577.6
Provisions for non-current liabilities and charges	38.2	38.2
Deferred tax liabilities	34.0	34.1
Non-current borrowings and financial debt	408.0	408.0
Total non-current liabilities	480.2	480.3
Current provisions for liabilities and charges	94.4	97.5
Current borrowings and financial debt	50.9	50.9
Advances and prepayments received	122.6	124.1
Current liabilities	258.6	265.7
Current tax payable	13.7	14.2
Total current liabilities	540.2	552.4
TOTAL EQUITY AND LIABILITIES	1,598.0	1,610.3

2013/14 CONSOLIDATED CASH FLOW STATEMENT

<i>(EUR millions)</i>	FY 2013/14 restated	FY 2013/14 published	S1 2013/14 restated	S1 2013/14 published
Net profit for the year - Group share	50.1	50.1	25.3	25.3
Minority interests	-	-	1.0	1.0
Depreciation and amortisation charges	16.0	16.3	8.4	8.5
Cost of performance-based shares	2.8	2.8	1.4	1.4
Asset impairment (including goodwill)	-	-	-	-
Change in provisions	10.4	11.3	(4.0)	(3.6)
Gain and losses on derivative instruments and revaluation of monetary assets and liabilities	(1.2)	(1.2)	(4.4)	(4.4)
Deferred tax	(2.0)	(2.2)	2.7	3.0
Net loss/(gain) on asset disposals	0.1	0.1	-	-
Grant income	(0.4)	(0.4)	(0.2)	(0.2)
Share of profit / (loss) of associates	(4.4)	-	(2.6)	-
Dilution profit	-	-	-	-
Self-financing capacity	71.3	76.7	27.6	31.0
Changes in working capital requirement	(39.1)	(41.1)	(48.4)	(50.9)
Cash flow from operating activities	32.2	35.6	(20.8)	(19.9)
Purchase of property, plant and equipment and intangible assets	(18.5)	(18.7)	(9.0)	(9.1)
Proceeds from sale of property, plant and equipment and intangible assets	0.4	0.4	0.1	0.1
Proceeds from capital grants	0.2	0.2	-	-
Purchase of financial assets	(0.5)	(0.5)	(0.2)	(0.2)
Proceeds from sale of financial assets	3.0	3.0	1.4	1.4
Free cash flow ^(a)	16.8	20.0	(28.6)	(27.7)
Cash and cash equivalent from acquired/sold subsidiaries	(27.4)	(27.4)	(27.4)	(27.4)
Cash flow used in investment activities	(42.9)	(43.0)	(35.2)	(35.2)
Proceeds from new share issues	-	-	-	-
Change in treasury shares	1.7	1.7	0.8	0.8
Movement in share and merger premiums	-	-	-	-
Other movements in equity (cash-flow hedge)	1.3	1.3	1.0	1.0
Dividends paid	(16.4)	(16.4)	(15.5)	(15.5)
Proceeds from new borrowings and other financial debt	135.8	135.8	62.6	62.6
Repayment of borrowings and other financial debt	(42.4)	(42.4)	(21.4)	(21.4)
Cash flow from/(used in) financing activities	80.0	80.0	27.5	27.5
Net foreign exchange difference	3.8	3.8	2.7	2.7
Net increase/(decrease) in total cash and cash equivalents	73.0	76.4	(25.8)	(25.0)
Cash and cash equivalents at beginning of the year	164.9	165.9	164.9	165.9
Cash and cash equivalents at end of the year	237.9	242.3	139.1	140.9

(a) Free cash flow is defined as self-financing capacity restated for the change in working capital requirement and net investments in property, plant and equipment and intangible assets made by the Group.



Next events:

26 November 2014 (after market close), 2014/15 Half-Year Results

28 January 2015 (after market close), 2014/15 Q3 Financial Information

28 May 2015 (before market opening), 2014/15 Full-Year Results

About Faiveley Transport:

Faiveley Transport is a global supplier of high added value integrated systems for the railway industry. With more than 5,500 employees in 24 countries, Faiveley Transport generated sales of €982 million for the 2013/2014 financial year. The Group supplies manufacturers, operators and railway maintenance bodies worldwide with the most comprehensive range of systems in the market: Energy & Comfort (air conditioning, power collectors and passenger information systems), Access & Mobility (passenger access system and platform door), Brakes & Safety (braking systems and couplers) and Services.

Faiveley Transport is listed on Euronext Paris and is a component of the CAC Allshare and CAC Mid 60 indices. Compartment B, ISIN: FR0000053142. Tickers: Bloomberg: LEY FP / Reuters: LEY.FP



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