

## Out of Home Media

Algeria  
Angola  
Australia  
Austria  
Azerbaijan  
Bahrain  
Belgium  
Botswana  
Brazil  
Bulgaria  
Cameroon  
Canada  
Chile  
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Costa Rica  
Croatia  
Czech Republic  
Denmark  
Ecuador  
El Salvador  
Estonia  
Finland  
France  
Gabon  
Germany  
Guatemala  
Hungary  
Honduras  
India  
Ireland  
Israel  
Italy  
Ivory Coast  
Japan  
Kazakhstan  
Korea  
Latvia  
Lesotho  
Lithuania  
Luxembourg  
Madagascar  
Malawi  
Mauritius  
Mexico  
Mongolia  
Mozambique  
Myanmar  
Namibia  
New Zealand  
Nicaragua  
Nigeria  
Norway  
Oman  
Panama  
Peru  
Poland  
Portugal  
Qatar  
Russia  
Saudi Arabia  
Singapore  
Slovakia  
Slovenia  
South Africa  
Spain  
Swaziland  
Sweden  
Switzerland  
Tanzania  
Thailand  
The Dominican Republic  
The Netherlands  
Uganda  
Ukraine  
United Arab Emirates  
United Kingdom  
United States  
Uruguay  
Uzbekistan  
Zambia  
Zimbabwe

## H1 2019 results

- Adjusted revenue up +12.1% to €1,842.3 million
- Adjusted organic revenue up +5.2%, with Q2 at +5.1%
- Adjusted operating margin of €306.4 million, up +29.4%
- Adjusted EBIT, before impairment charge, of €136.1 million, up +58.6%
- Net income Group share of €96.0 million, up +86.8%
- Adjusted free cash flow of -€7.8 million, down -120.3%
- Adjusted organic revenue expected to be flat in Q3 2019 compared to Q3 2018

**Paris, July 25<sup>th</sup>, 2019 – JCDecaux SA** (Euronext Paris: DEC), the number one outdoor advertising company worldwide, announced today its 2019 half year financial results.

Following the adoptions of IFRS 11 from January 1<sup>st</sup>, 2014 and IFRS 16 from January 1<sup>st</sup>, 2019, and in compliance with the AMF's instructions, the operating data presented below are adjusted:

- to include our *prorata* share in companies under joint control, regarding IFRS 11,
- to exclude the impact of IFRS 16 on our core business lease agreements (lease agreements of locations for advertising structures excluding real estate and vehicle rental contracts).

Please refer to the paragraph "Adjusted data" on pages 5 and 6 of this release for the definition of adjusted data and reconciliation with IFRS.

Commenting on the 2019 first half results, **Jean-François Decaux, Chairman of the Executive Board and Co-CEO of JCDecaux**, said:

*"Our H1 2019 revenue of €1,842 million was up +12.1% on a reported basis benefiting from the APN Outdoor acquisition and up +5.2% on an organic basis, driven by a better than expected Q2 with an organic growth rate of +5.1% boosted by an acceleration in Street Furniture. Our digital Group revenue, up +44.2%, which now represent 23.9% of our total revenue, continued to grow strongly across all business segments with Street Furniture at +26.6%, Transport at +40.9% and Billboard at +161.2%. Street Furniture's organic growth, up +5.6%, benefited from a good performance in France, Rest of Europe, North America, as well as from a double-digit growth in Asia-Pacific. Transport, up +8.1%, delivered a good performance in Asia-Pacific despite a revenue decline in our Chinese metro business in Q2 2019, combined with a double-digit growth in the Rest of Europe and North America. Billboard's organic revenue decline of -3.8% continued to be impacted by our on-going multi-year plan to reduce our UK traditional billboard network and a lack of consolidation in some geographies, while our digital Billboard business continued to grow double-digit.*

*As anticipated, our overall operating margin increased by +220bp to 16.6%. All segments saw a margin improvement over the period. Street Furniture, Transport and Billboard delivered a +30bp, a +500bp and a +210bp margin accretion, respectively. This margin improvement reflects the operating leverage from good organic revenue growth driven by the on-going digitisation of our prime assets and the ramp-up of large contracts won over the last 2 years as well as the accretive contribution of APN Outdoor.*

*As far as Q3 2019 is concerned and bearing in mind the high comparable from last year as well as the non-renewal of the AENA Spanish national airport loss-making contract, we expect our adjusted organic revenue to be flat compared to Q3 2018, due to a revenue decline in China and now in Hong Kong, despite a growing airport business. Our well-diversified geographic footprint, which is quite unique in the media industry, enables our advertising revenue to be more resilient to a slowdown in the world economy.*

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A public limited corporation with an Executive Board and Supervisory Board

Registered capital of 3,245,684.82 euros - # RCS: 307 570 747 Nanterre - FR 44307570747

## JCDecaux

*In a media landscape increasingly fragmented, out-of-home advertising reinforces its attractiveness. With our accelerating exposure to faster-growth markets, our growing premium digital portfolio combined with a new data-led audience targeting platform, our ability to win new contracts and the high quality of our teams across the world, we believe we are well positioned to outperform the global advertising market and increase our leadership position in the outdoor advertising industry through profitable market share gains. The strength of our balance sheet is a key competitive advantage that will allow us to pursue further external growth opportunities as they arise and to continue to invest significantly in digital.”*

## ADJUSTED REVENUE

Adjusted revenue for the six months ending June 30<sup>th</sup>, 2019 increased by +12.1% to €1,842.3 million from €1,643.3 million in the same period last year. On an organic basis (i.e. excluding the positive impact from foreign exchange variations and the positive impact from changes in perimeter), adjusted revenue grew by +5.2%. Adjusted advertising revenue, excluding revenue related to sale, rental and maintenance of street furniture and advertising displays, increased by +5.7% on an organic basis in the first half of 2019.

In the second quarter, adjusted revenue increased by +11.3% to €1,002.3 million. On an organic basis, adjusted revenue grew by +5.1% compared to Q2 2018.

Adjusted advertising revenue, excluding revenue related to sale, rental and maintenance of street furniture and advertising displays, increased by +5.8% on an organic basis in Q2 2019.

### Adjusted revenue

€m	H1 2019			H1 2018			Change 19/18		
	Q1	Q2	H1	Q1	Q2	H1	Q1	Q2	H1
Street Furniture	344.3	446.3	<b>790.6</b>	337.1	405.6	<b>742.7</b>	+2.1%	+10.0%	<b>+6.4%</b>
Transport	368.0	409.0	<b>777.0</b>	293.5	365.9	<b>659.4</b>	+25.4%	+11.8%	<b>+17.8%</b>
Billboard	127.7	147.0	<b>274.7</b>	111.9	129.3	<b>241.2</b>	+14.1%	+13.7%	<b>+13.9%</b>
<b>Total</b>	<b>840.0</b>	<b>1,002.3</b>	<b>1,842.3</b>	<b>742.5</b>	<b>900.8</b>	<b>1,643.3</b>	<b>+13.1%</b>	<b>+11.3%</b>	<b>+12.1%</b>

### Adjusted organic revenue growth <sup>(a)</sup>

	Change 19/18		
	Q1	Q2	H1
Street Furniture	+0.8%	+9.6%	<b>+5.6%</b>
Transport	+14.5%	+3.0%	<b>+8.1%</b>
Billboard	-4.6%	-3.1%	<b>-3.8%</b>
<b>Total</b>	<b>+5.4%</b>	<b>+5.1%</b>	<b>+5.2%</b>

(a) Excluding acquisitions/divestitures and the impact of foreign exchange

### Adjusted revenue by geographic area

€m	H1 2019	H1 2018	Reported growth	Organic growth <sup>(a)</sup>
Asia-Pacific	538.6	400.2	+34.6%	+9.5%
Europe <sup>(b)</sup>	472.9	447.4	+5.7%	+6.1%
France	300.6	287.6	+4.5%	+4.5%
Rest of the World	208.3	208.3	0.0%	-1.7%
United Kingdom	171.9	173.2	-0.8%	-1.5%
North America	150.0	126.6	+18.5%	+10.7%
<b>Total</b>	<b>1,842.3</b>	<b>1,643.3</b>	<b>+12.1%</b>	<b>+5.2%</b>

(a) Excluding acquisitions/divestitures and the impact of foreign exchange

(b) Excluding France and the United Kingdom

Please note that the geographic comments below refer to organic revenue growth.

## STREET FURNITURE

First half adjusted revenue increased by +6.4% to €790.6 million, +5.6% on an organic basis, driven by a good performance in France, Rest of Europe and North America as well as a double-digit growth in Asia-Pacific. UK was down, impacted by the advertising ban for HFSS products (High Fat, Salt and Sugar products) in London on TfL assets.

First half adjusted advertising revenue, excluding revenue related to sale, rental and maintenance of street furniture were up +4.9% on an organic basis compared to the first half of 2018.

In the second quarter, adjusted revenue increased by +10.0% to €446.3 million. On an organic basis, adjusted revenue increased by +9.6% compared to the same period last year. Adjusted advertising

revenue, excluding revenue related to sale, rental and maintenance of street furniture were up +9.6% on an organic basis in Q2 2019 compared to Q2 2018.

## **TRANSPORT**

First half adjusted revenue increased by +17.8% to €777.0 million, +8.1% on an organic basis, thanks to a good performance in Asia-Pacific, a double-digit growth in the Rest of Europe and North America; UK and France were up single-digit.

In the second quarter, adjusted revenue increased by +11.8% to €409.0 million. On an organic basis, adjusted revenue increased by +3.0% compared to the same period last year, mainly due to a revenue decline in our Chinese metro business.

## **BILLBOARD**

First half adjusted revenue increased by +13.9% to €274.7 million, -3.8% on an organic basis. Reported growth benefited from the contribution of APN Outdoor. Organically, Europe (including France and UK) and the Rest of the World were down. North America was up double-digit.

In the second quarter, adjusted revenue increased by +13.7% to €147.0 million. On an organic basis, adjusted revenue decreased by -3.1% compared to the same period last year.

## **ADJUSTED OPERATING MARGIN <sup>(1)</sup>**

In the first half of 2019, adjusted operating margin increased by +29.4% to €306.4 million from €236.7 million in the first half of 2018. The adjusted operating margin as a percentage of revenue was 16.6%, +220bp above prior year.

	H1 2019		H1 2018		Change 19/18	
	€m	% of revenue	€m	% of revenue	Change (%)	Margin rate (bp)
Street Furniture	176.1	22.3%	163.3	22.0%	+7.8%	+30bp
Transport	107.2	13.8%	58.2	8.8%	+84.2%	+500bp
Billboard	23.1	8.4%	15.2	6.3%	+52.0%	+210bp
<b>Total</b>	<b>306.4</b>	<b>16.6%</b>	<b>236.7</b>	<b>14.4%</b>	<b>+29.4%</b>	<b>+220bp</b>

**Street Furniture:** In the first half of 2019, adjusted operating margin increased by +7.8% to €176.1 million. As a percentage of revenue, the adjusted operating margin increased by +30bp to 22.3%, compared to the first half of 2018.

**Transport:** In the first half of 2019, adjusted operating margin increased by +84.2% to €107.2 million. As a percentage of revenue, the adjusted operating margin increased by +500bp to 13.8% compared to the first half of 2018, positively impacted by the good organic revenue growth and, to a lesser extent, by APN Outdoor contribution.

**Billboard:** In the first half of 2019, adjusted operating margin increased by +52.0% to €23.1 million. As a percentage of revenue, adjusted operating margin increased by +210bp to 8.4% compared to the first half of 2018, due to the accretive impact from APN Outdoor. Excluding APN Outdoor contribution, margin ratio decreased by -90bp reflecting the organic revenue decline.

## **ADJUSTED EBIT <sup>(2)</sup>**

In the first half of 2019, adjusted EBIT before impairment charge increased by +58.6% to €136.1 million compared to €85.8 million in the first half of 2018. As a percentage of revenue, this represented a +220bp increase to 7.4%, from 5.2% in H1 2018. No significant variation in the consumption of maintenance spare parts in H1 2019. Net amortisation and provisions were up compared to the same period last year, in line with our investments related to significant contract wins and digital. Other operating income and expenses impacted EBIT positively in H1 2019.

No impairment charge on goodwill has been recorded in H1 2019 like in H1 2018. A €3.2 million reversal on provisions for onerous contracts and a -€0.1 million impairment on tangible and intangible assets have been recognised in H1 2019 (a €0.7 million reversal on provisions for onerous contracts and a -€0.8 million impairment on tangible and intangible assets were booked in H1 2018). Adjusted EBIT, after impairment charge increased by +62.4% to €139.2 million compared to €85.7 million in H1 2018.

## **NET FINANCIAL INCOME / (LOSS)** <sup>(3)</sup>

In the first half of 2019, interest expenses on IFRS 16 leases were -€83.3 million compared to -€71.5 million in the first half of 2018, a variation of -€11.8 million mainly coming from the increase in lease liabilities related to new contracts secured during the period.

In the first half of 2019, excluding IFRS 16, other net financial income / (loss) was -€12.7 million compared to -€11.2 million in the first half of 2018, a variation limited to -€1.5 million mainly corresponding to foreign exchange losses while our financial interest expenses decreased slightly despite the increase in our net debt. This is due to our optimised sources of funding which allows us to benefit from good market conditions.

## **EQUITY AFFILIATES**

In the first half of 2019, the share of net profit from equity affiliates was €38.4 million, slightly lower compared to the same period last year (€39.2 million).

## **NET INCOME GROUP SHARE**

In the first half of 2019, net income Group share before impairment charge increased by +80.8% to €93.1 million compared to €51.5 million in H1 2018, including a positive net impact of €24.3 million due to the application of IFRS 16 on our core business, leading to reversal of lease liabilities and rights-of-use relating to contracts renegotiation during the period.

Taking into account the impact from the impairment charge, net income Group share increased by +86.8% to €96.0 million compared to €51.4 million in H1 2018.

## **ADJUSTED CAPITAL EXPENDITURE**

In the first half of 2019, adjusted net capex (acquisition of property, plant and equipment and intangible assets, net of disposals of assets) was at €136.6 million compared to €94.2 million, up compared to the same period last year, mainly due to the new Street Furniture contracts in Europe as well as the digitisation across all segments.

## **ADJUSTED FREE CASH FLOW** <sup>(4)</sup>

In the first half of 2019, adjusted free cash flow was -€7.8 million compared to €38.4 million in the same period last year despite an increase in funds from operations. This decrease is mainly due to higher working capital requirements from trade liabilities and inventories despite a good cash collection from our operations and expected higher capex in line with our investments following significant contract wins over the last 2 years.

## **DIVIDEND**

The dividend of €0.58 per share for the 2018 financial year, approved at the Annual General Meeting of Shareholders on May 16<sup>th</sup>, 2019, was paid on May 23<sup>rd</sup>, 2019, for a total amount of €123.4 million.

## **NET DEBT** <sup>(5)</sup>

Net debt as of June 30<sup>th</sup>, 2019 amounted to €1,316.2 million compared to a net debt position of €473.8 million as of June 30<sup>th</sup>, 2018, mainly due to the acquisition of APN Outdoor on October 31<sup>st</sup>, 2018.

## **RIGHT-OF-USE & LEASE LIABILITIES, IFRS 16**

Right-of-use, IFRS 16 as of June 30<sup>th</sup>, 2019 amounted to €4,618.1 million compared to €4,518.0 million as of December 31<sup>st</sup>, 2018, an increase related to new contracts, contracts extended and contracts renewed, partially offset by the amortisation of right-of-use during the period.

As a result of this strengthening of our contracts portfolio, IFRS 16 lease liabilities increased by €31.1 million from €5,192.9 million as of December 31<sup>st</sup>, 2018 to €5,224.0 million as of June 30<sup>th</sup>, 2019, the increase in lease liabilities corresponding to new contracts, contracts extended and contracts renewed being partially offset by rents paid and renegotiated during the period.

## **ADJUSTED DATA**

Under IFRS 11, applicable from January 1<sup>st</sup>, 2014, companies under joint control are accounted for using the equity method.

Under IFRS 16, applicable from January 1<sup>st</sup>, 2019, a lease liability for contractual fixed rental payments is recognised on the balance sheet, against a right-of-use asset to be depreciated over the lease term. As regards P&L, the fixed rent expense is replaced by the depreciation of the right-of-use

in EBIT, below the operating margin, and a lease interest expense on the lease liability in financial result, below EBIT. IFRS 16 has no impact on cash payments but payment of debt (principal) is booked in funds from financing activities.

However, in order to reflect the business reality of the Group and the readability of our performance, our operating management reports used to monitor the activity, allocate resources and measure performance continue:

- To integrate on proportional basis operating data of the companies under joint control and;
- To exclude the IFRS 16 impact on our core business (lease agreements of locations for advertising structures excluding real estate and vehicle rental contracts).

As regards the P&L, it concerns all aggregates down to the EBIT. As regards the cash flow statement, it concerns all aggregates down to the free cash flow.

Consequently, pursuant to IFRS 8, Segment Reporting presented in the financial statements complies with the Group's internal information, and the Group's external financial communication therefore relies on this operating financial information. Financial information and comments are therefore based on "adjusted" data, consistent with historical data, which is reconciled with IFRS financial statements.

In the first half of 2019, the impacts of IFRS 11 and IFRS 16 on our adjusted aggregates are:

- -€190.9 million for IFRS 11 on adjusted revenue (-€195.5 million for IFRS 11 in H1 2018) leaving IFRS revenue at €1,651.4 million (€1,447.8 million in H1 2018).
- -€53.5 million for IFRS 11 and €567.6 million for IFRS 16 on adjusted operating margin (-€53.3 million for IFRS 11 and €474.0 million for IFRS 16 in H1 2018) leaving IFRS operating margin at €820.5 million (€657.4 million in H1 2018).
- -€40.9 million for IFRS 11 and €107.7 million for IFRS 16 on adjusted EBIT before impairment charge (-€41.2 million for IFRS 11 and €58.5 million for IFRS 16 in H1 2018) leaving IFRS EBIT before impairment charge at €202.9 million (€103.1 million in H1 2018).
- -€40.9 million for IFRS 11 and €107.7 million for IFRS 16 on adjusted EBIT after impairment charge (-€41.2 million for IFRS 11 and €58.5 million for IFRS 16 in H1 2018) leaving IFRS EBIT after impairment charge at €206.0 million (€103.0 million in H1 2018).
- €5.5 million for IFRS 11 on adjusted capital expenditure (€4.4 million for IFRS 11 in H1 2018) leaving IFRS capital expenditure at -€131.1 million (-€89.8 million in H1 2018).
- -€1.0 million for IFRS 11 and €554.1 million for IFRS 16 on adjusted free cash flow (-€34.8 million for IFRS 11 and €449.7 million for IFRS 16 in H1 2018) leaving IFRS free cash flow at €545.3 million (€453.3 million in H1 2018).

The full reconciliation between adjusted figures and IFRS figures is provided on page 9 of this release.

## NOTES

- (1) **Operating Margin:** Revenue less Direct Operating Expenses (excluding Maintenance spare parts) less SG&A expenses.
- (2) **EBIT:** Earnings Before Interests and Taxes = Operating Margin less Depreciation, amortization and provisions (net) less Impairment of goodwill less Maintenance spare parts less Other operating income and expenses.
- (3) **Net financial income / (loss):** Excluding the net impact of discounting and revaluation of debt on commitments to purchase minority interests (-€2.5 million and -€0.3 million in H1 2019 and H1 2018 respectively).
- (4) **Free cash flow:** Net cash flow from operating activities less capital investments (property, plant and equipment and intangible assets) net of disposals.
- (5) **Net debt:** Debt net of managed cash less bank overdrafts, excluding the non-cash IAS 32 impact (debt on commitments to purchase minority interests), including the non-cash IFRS 9 impact on both debt and hedging financial derivatives excluding IFRS 16 lease liabilities.



## **ORGANIC GROWTH DEFINITION**

The Group's organic growth corresponds to the adjusted revenue growth excluding foreign exchange impact and perimeter effect. The reference fiscal year remains unchanged regarding the reported figures, and the organic growth is calculated by converting the revenue of the current fiscal year at the average exchange rates of the previous year and taking into account the perimeter variations *pro rata temporis*, but including revenue variations from the gains of new contracts and the losses of contracts previously held in our portfolio.

€m		Q1	Q2	H1
<b>2018 adjusted revenue</b>	(a)	<b>742.5</b>	<b>900.8</b>	<b>1,643.3</b>
<b>2019 IFRS revenue</b>	(b)	<b>753.2</b>	<b>898.2</b>	<b>1,651.4</b>
IFRS 11 impacts	(c)	86.8	104.1	190.9
<b>2019 adjusted revenue</b>	(d) = (b) + (c)	<b>840.0</b>	<b>1,002.3</b>	<b>1,842.3</b>
Currency impacts	(e)	(13.1)	(9.4)	(22.5)
<b>2019 adjusted revenue at 2018 exchange rates</b>	(f) = (d) + (e)	<b>826.9</b>	<b>992.9</b>	<b>1,819.8</b>
Change in scope	(g)	(44.4)	(46.3)	(90.7)
<b>2019 adjusted organic revenue</b>	(h) = (f) + (g)	<b>782.5</b>	<b>946.6</b>	<b>1,729.1</b>
<b>Organic growth</b>	(i) = (h) / (a)	<b>+5.4%</b>	<b>+5.1%</b>	<b>+5.2%</b>

€m	Impact of currency as of June 30 <sup>th</sup> , 2019
USD	(9.8)
HKD	(7.1)
UAE	(2.5)
GBP	(1.2)
BRL	1.8
Other	(3.7)
<b>Total</b>	<b>(22.5)</b>

Average exchange rate	H1 2019	H1 2018
USD	0.8851	0.8262
HKD	0.1129	0.1054
UAE	0.2410	0.2248
GBP	1.1446	1.1367
BRL	0.2303	0.2415

**Next information:**

Q3 2019 revenue: November 7<sup>th</sup>, 2019 (after market)

**Key Figures for JCDecaux**

- 2018 revenue: €3,619m, H1 2019 revenue: €1,842.3m
- JCDecaux is listed on the Eurolist of Euronext Paris and is part of the Euronext 100 and Euronext Family Business indexes
- JCDecaux is part of the FTSE4Good index and the MSCI and CDP rankings
- N°1 worldwide in street furniture (528,660 advertising panels)
- N°1 worldwide in transport advertising with more than 210 airports and 277 contracts in metros, buses, trains and tramways (366,000 advertising panels)
- N°1 in Europe for billboards (137,020 advertising panels)
- N°1 in outdoor advertising in Europe (648,570 advertising panels)
- N°1 in outdoor advertising in Asia-Pacific (239,300 advertising panels)
- N°1 in outdoor advertising in Latin America (72,880 advertising panels)
- N°1 in outdoor advertising in Africa (24,170 advertising panels)
- N°1 in outdoor advertising in the Middle East (16,450 advertising panels)
- Leader in self-service bike rental scheme: pioneer in eco-friendly mobility
- 1,061,200 advertising panels in more than 80 countries
- Present in 4,030 cities with more than 10,000 inhabitants
- 13,030 employees

**Forward looking statements**

This news release may contain some forward-looking statements. These statements are not undertakings as to the future performance of the Company. Although the Company considers that such statements are based on reasonable expectations and assumptions on the date of publication of this release, they are by their nature subject to risks and uncertainties which could cause actual performance to differ from those indicated or implied in such statements.

These risks and uncertainties include without limitation the risk factors that are described in the annual report registered in France with the French Autorité des Marchés Financiers.

Investors and holders of shares of the Company may obtain copy of such annual report by contacting the Autorité des Marchés Financiers on its website [www.amf-france.org](http://www.amf-france.org) or directly on the Company website [www.jcdecaux.com](http://www.jcdecaux.com).

The Company does not have the obligation and undertakes no obligation to update or revise any of the forward-looking statements.

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## RECONCILIATION BETWEEN ADJUSTED FIGURES AND IFRS FIGURES

Profit & Loss	H1 2019				H1 2018 <sup>(1)</sup>			
	€m	Adjusted	Impact of companies under joint control	Impact of IFRS 16 from controlled entities <sup>(2)</sup>	IFRS	Adjusted	Impact of companies under joint control	Impact of IFRS 16 from controlled entities <sup>(2)</sup>
<b>Revenue</b>	<b>1,842.3</b>	<b>(190.9)</b>	-	<b>1,651.4</b>	<b>1,643.3</b>	<b>(195.5)</b>	-	<b>1,447.8</b>
Net operating costs	(1,535.9)	137.4	567.6	(830.9)	(1,406.6)	142.2	474.0	(790.4)
<b>Operating margin</b>	<b>306.4</b>	<b>(53.5)</b>	<b>567.6</b>	<b>820.5</b>	<b>236.7</b>	<b>(53.3)</b>	<b>474.0</b>	<b>657.4</b>
Maintenance spare parts	(17.6)	0.6	-	(17.0)	(16.9)	0.7	-	(16.2)
Amortisation and provisions (net)	(155.1)	11.7	(501.7)	(645.1)	(142.3)	10.8	(415.6)	(547.1)
Other operating income / expenses	2.4	0.3	41.8	44.5	8.3	0.6	0.1	9.0
<b>EBIT before impairment charge</b>	<b>136.1</b>	<b>(40.9)</b>	<b>107.7</b>	<b>202.9</b>	<b>85.8</b>	<b>(41.2)</b>	<b>58.5</b>	<b>103.1</b>
Net impairment charge <sup>(3)</sup>	3.1	-	-	3.1	(0.1)	-	-	(0.1)
<b>EBIT after impairment charge</b>	<b>139.2</b>	<b>(40.9)</b>	<b>107.7</b>	<b>206.0</b>	<b>85.7</b>	<b>(41.2)</b>	<b>58.5</b>	<b>103.0</b>

<sup>(1)</sup> The 2018 comparative figures are restated from the retrospective application of IFRS 16, applicable from January 1<sup>st</sup>, 2019.

<sup>(2)</sup> IFRS 16 impact core business from controlled entities

<sup>(3)</sup> Including impairment charge on net assets of companies under joint control.

Cash-Flow Statement	H1 2019				H1 2018 <sup>(1)</sup>			
	€m	Adjusted	Impact of companies under joint control	Impact of IFRS 16 from controlled entities <sup>(2)</sup>	IFRS	Adjusted	Impact of companies under joint control	Impact of IFRS 16 from controlled entities <sup>(2)</sup>
<b>Funds from operations net of maintenance costs</b>	<b>191.0</b>	<b>0.6</b>	<b>520.7</b>	<b>712.3</b>	<b>170.1</b>	<b>(18.4)</b>	<b>435.5</b>	<b>587.2</b>
Change in working capital requirement	(62.2)	(7.1)	33.4	(35.9)	(37.5)	(20.8)	14.2	(44.1)
<b>Net cash flow from operating activities</b>	<b>128.8</b>	<b>(6.5)</b>	<b>554.1</b>	<b>676.4</b>	<b>132.6</b>	<b>(39.2)</b>	<b>449.7</b>	<b>543.1</b>
Capital expenditure	(136.6)	5.5	-	(131.1)	(94.2)	4.4	-	(89.8)
<b>Free cash flow</b>	<b>(7.8)</b>	<b>(1.0)</b>	<b>554.1</b>	<b>545.3</b>	<b>38.4</b>	<b>(34.8)</b>	<b>449.7</b>	<b>453.3</b>

<sup>(1)</sup> The 2018 comparative figures are restated from the retrospective application of IFRS 16, applicable from January 1<sup>st</sup>, 2019.

<sup>(2)</sup> IFRS 16 impact core business from controlled entities

## HALF-YEAR CONSOLIDATED FINANCIAL STATEMENTS – H1 2019

### CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

#### STATEMENT OF FINANCIAL POSITION

##### Assets

<i>In million euros</i>	6/30/2019	12/31/2018 Restated <sup>(1)</sup>
Goodwill	1,941.2	1,939.0
Other intangible assets	392.3	393.6
Property, plant and equipment	1,277.1	1,274.1
Rights of use	4,618.1	4,518.0
Investments under the equity method	432.0	442.2
Other financial assets	83.7	80.8
Deferred tax assets	134.6	145.8
Current tax assets	1.1	1.1
Other receivables	16.9	18.3
<b>NON-CURRENT ASSETS</b>	<b>8,897.0</b>	<b>8,812.9</b>
Other financial assets	25.2	30.2
Inventories	217.9	159.4
Financial derivatives	1.8	4.9
Trade and other receivables	1,006.4	1,003.8
Current tax assets	45.8	18.4
Treasury financial assets	57.4	81.2
Cash and cash equivalents	132.3	112.3
<b>CURRENT ASSETS</b>	<b>1,486.8</b>	<b>1,410.2</b>
<b>TOTAL ASSETS</b>	<b>10,383.8</b>	<b>10,223.1</b>

(1) Restated from the retrospective application of IFRS 16.

## Equity and Liabilities

<i>In million euros</i>	<b>6/30/2019</b>	<b>12/31/2018 Restated <sup>(1)</sup></b>
Share capital	3.2	3.2
Additional paid-in capital	608.3	606.4
Consolidated reserves	1,540.7	1,473.3
Consolidated net income (Group share)	96.0	192.4
Other components of equity	(164.2)	(165.9)
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY</b>	<b>2,084.0</b>	<b>2,109.4</b>
Non-controlling interests	40.3	32.2
<b>TOTAL EQUITY</b>	<b>2,124.3</b>	<b>2,141.6</b>
Provisions	338.5	332.8
Deferred tax liabilities	76.7	60.5
Financial debt	1,056.6	1,062.9
Debt on commitments to purchase non-controlling interests	90.3	87.8
Lease liabilities	4,104.5	4,162.7
Other payables	16.2	15.0
Income tax payable	0.2	0.0
Financial derivatives	0.0	0.2
<b>NON-CURRENT LIABILITIES</b>	<b>5,683.0</b>	<b>5,721.9</b>
Provisions	55.1	61.6
Financial debt	441.0	289.6
Debt on commitments to purchase non-controlling interests	4.6	4.6
Financial derivatives	3.1	1.3
Lease liabilities	1,119.5	1,030.2
Trade and other payables	922.7	904.6
Income tax payable	23.5	43.4
Bank overdrafts	7.0	24.3
<b>CURRENT LIABILITIES</b>	<b>2,576.5</b>	<b>2,359.6</b>
<b>TOTAL LIABILITIES</b>	<b>8,259.5</b>	<b>8,081.5</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>10,383.8</b>	<b>10,223.1</b>

(1) Restated from the retrospective application of IFRS 16.

## STATEMENT OF COMPREHENSIVE INCOME

### INCOME STATEMENT

<i>In million euros</i>	1st half of 2019	1st half of 2018 Restated <sup>(1)</sup>
<b>REVENUE</b>	<b>1,651.4</b>	<b>1,447.8</b>
Direct operating expenses	(556.3)	(525.1)
Selling, general and administrative expenses	(274.6)	(265.3)
<b>OPERATING MARGIN</b>	<b>820.5</b>	<b>657.4</b>
Depreciation, amortisation and provisions (net)	(642.0)	(547.2)
Impairment of goodwill	0.0	0.0
Maintenance spare parts	(17.0)	(16.2)
Other operating income	55.4	14.9
Other operating expenses	(10.9)	(5.9)
<b>EBIT</b>	<b>206.0</b>	<b>103.0</b>
<b>Interest expenses on IFRS 16 lease</b>	<b>(83.3)</b>	<b>(71.5)</b>
Financial income	2.7	4.5
Financial expenses	(17.9)	(16.0)
<b>Net financial income (loss) excluding IFRS 16</b>	<b>(15.2)</b>	<b>(11.5)</b>
<b>NET FINANCIAL INCOME (LOSS)</b>	<b>(98.5)</b>	<b>(83.0)</b>
Income tax	(35.2)	(4.8)
Share of net profit of companies under the equity method	38.4	39.2
<b>PROFIT FROM CONTINUING OPERATIONS</b>	<b>110.7</b>	<b>54.4</b>
Gain or loss on discontinued operations	0.0	0.0
<b>CONSOLIDATED NET INCOME</b>	<b>110.7</b>	<b>54.4</b>
- Including non-controlling interests	(14.7)	(3.0)
<b>CONSOLIDATED NET INCOME (GROUP SHARE)</b>	<b>96.0</b>	<b>51.4</b>
Earnings per share (in euros)	0.451	0.242
Diluted earnings per share (in euros)	0.451	0.241
Weighted average number of shares	212,843,450	212,751,681
Weighted average number of shares (diluted)	212,889,680	212,853,014

(1) Restated from the retrospective application of IFRS 16.

### STATEMENT OF OTHER COMPREHENSIVE INCOME

<i>In million euros</i>	1st half of 2019	1st half of 2018 Restated <sup>(1)</sup>
<b>CONSOLIDATED NET INCOME</b>	<b>110.7</b>	<b>54.4</b>
Translation reserve adjustments on foreign operations <sup>(2)</sup>	4.7	(7.2)
Translation reserve adjustments on net foreign investments	(0.2)	(1.8)
Cash flow hedges	(0.3)	3.5
Tax on the other comprehensive income subsequently released to net income	0.3	(0.5)
Share of other comprehensive income of companies under equity method (after tax)	3.9	1.0
<b>Other comprehensive income subsequently released to net income</b>	<b>8.4</b>	<b>(5.0)</b>
Change in actuarial gains and losses on post-employment benefit plans and assets ceiling	(9.1)	2.1
Tax on the other comprehensive income not subsequently released to net income	2.4	(0.5)
Share of other comprehensive income of companies under equity method (after tax)	(0.1)	0.0
<b>Other comprehensive income not subsequently released to net income</b>	<b>(6.8)</b>	<b>1.6</b>
<b>Total other comprehensive income</b>	<b>1.6</b>	<b>(3.4)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>112.3</b>	<b>51.0</b>
- Including non-controlling interests	15.0	3.4
<b>TOTAL COMPREHENSIVE INCOME - GROUP SHARE</b>	<b>97.3</b>	<b>47.6</b>

(1) Restated from the retrospective application of IFRS 16.

(2) For the first half of 2019, translation reserve adjustments on foreign operations are mainly related to changes in exchange rates, of which mainly €2.7 million in Mexico.

For the first half of 2018 restated, translation reserve adjustments on foreign operations are mainly related to changes in exchange rates, of which mainly €(8.6) million in Brazil, €(3.5) million in Angola, €(3.3) million in South Africa, €(1.1) million in Sweden, €(1.0) million in Australia, €2.0 million in the United Arab Emirates, €2.9 million in Mexico and €8.5 million in Hong Kong.

## STATEMENT OF CASH FLOWS

<i>In million euros</i>	1st half of 2019	1st half of 2018 Restated <sup>(1)</sup>
Net income before tax	145.9	54.9
Share of net profit of companies under the equity method	(38.4)	(34.9)
Dividends received from companies under the equity method	53.7	43.6
Expenses related to share-based payments	0.1	0.5
Depreciation, amortisation and provisions (net)	640.6	546.7
Capital gains and losses and net income (loss) on changes in scope	(8.1)	(12.3)
Gains and losses on lease contracts	(41.6)	(0.2)
Net discounting expenses	4.7	2.5
Net interest expense & interest expenses on IFRS 16 lease	88.5	77.0
Financial derivatives, translation adjustments and other	2.2	2.4
<b>Change in working capital</b>	<b>(35.9)</b>	<b>(44.1)</b>
Change in inventories	(56.8)	(45.4)
Change in trade and other receivables	8.8	(15.8)
Change in trade and other payables	12.1	17.1
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>811.7</b>	<b>636.1</b>
Interest paid on IFRS 16 lease	(74.2)	(64.2)
Interest paid	(11.5)	(22.2)
Interest received	2.1	4.3
Income tax paid	(51.7)	(10.9)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>676.4</b>	<b>543.1</b>
Cash payments on acquisitions of intangible assets and property, plant and equipment	(140.5)	(103.6)
Cash payments on acquisitions of financial assets (long-term investments) net of cash acquired <sup>(2)</sup>	(0.8)	0.0
Acquisitions of other financial assets	(1.1)	(2.8)
<b>Total investments</b>	<b>(142.4)</b>	<b>(106.4)</b>
Cash receipts on proceeds on disposals of intangible assets and property, plant and equipment	9.4	13.8
Cash receipts on proceeds on disposals of financial assets (long-term investments) net of cash sold <sup>(2)</sup>	1.0	2.9
Proceeds on disposals of other financial assets	3.8	4.0
<b>Total asset disposals</b>	<b>14.2</b>	<b>20.7</b>
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(128.2)</b>	<b>(85.7)</b>
Dividends paid	(133.0)	(131.7)
Purchase of treasury shares	(1.0)	-
Cash payments on acquisitions of non-controlling interests	(2.9)	(0.6)
Payment of long-term borrowings	(28.9)	(523.6)
Payment of lease liabilities	(554.1)	(449.7)
Acquisitions and disposals of treasury financial assets	24.6	222.3
<b>Cash outflow from financing activities</b>	<b>(695.3)</b>	<b>(883.3)</b>
Cash receipts on proceeds on disposal of interests without loss of control	4.7	-
Capital increase	2.2	2.2
Increase in long-term borrowings	176.6	5.8
<b>Cash inflow from financing activities</b>	<b>183.5</b>	<b>8.0</b>
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(511.8)</b>	<b>(875.3)</b>
<b>CHANGE IN NET CASH POSITION</b>	<b>36.4</b>	<b>(417.9)</b>
<b>Net cash position beginning of period</b>	<b>88.0</b>	<b>715.5</b>
Effect of exchange rate fluctuations and other movements	0.9	(10.2)
<b>Net cash position end of period <sup>(3)</sup></b>	<b>125.3</b>	<b>287.4</b>

(1) Restated from the retrospective application of IFRS 16.

(2) Including nil net cash acquired and sold for the 1st half of 2019 and the 1st half of 2018.

(3) Including €132.3 million in cash and cash equivalents and €7.0 million in bank overdrafts as of 30 June 2019, compared to €298.6 million and €11.2 million, respectively, as of 30 June 2018.