



PRESS RELEASE
Paris, January 6th 2016

Final results of the Liquidity Period of the Warrants

Parrot reminds that in the context of its Share Capital Increase of an aggregate amount of €298,779,726, the Prospectus of which has been approved number 15-590 by the *Autorité des marchés financiers* (the “AMF”) on November 19, 2015, Parrot has issued 17,575,278 Class 1 Warrants and 17,575,278 Class 2 Warrants. The issuance of the Warrants will allow shareholders to share in the future development of the Company, and also enables Managers to participate in such development through the commitment of Horizon (a company controlled by Mr. Henri Seydoux) to sell to Managers up to 20 % of the Warrants that it holds upon completion of this transaction.

During the Liquidity Period of the Warrants, which was of 20 calendar days from December 16, 2015 to January 4, 2016 (inclusive), 2,287,036 Class 1 Warrants and 2,287,036 Class 2 Warrants have been sold to Horizon (*i.e.*, a total of 4,574,072 Warrants), at a price of €0.48 per Warrant.

As a result, at the end of the Liquidity Period of the Warrants, Horizon holds 13,637,943 Class 1 Warrants and 13,637,943 Class 2 Warrants, *i.e.*, a total of 27,275,886 Warrants representing 77.60% of the total number of Warrants issued.

Upon the Liquidity Period of the Warrants, the holding of the Class 1 and Class 2 Warrants is the following (on the basis of the information available for the Company):

	Number of Class 1 Warrants	% of Class 1 Warrants	Number of Class 2 Warrants	% of Class 2 Warrants	Total number of Class 1 and Class 2 Warrants	% of the total number of Class 1 and Class 2 Warrants
Horizon ⁽¹⁾⁽²⁾	13,637,943	77.60 %	13,637,943	77.60 %	27,275,886	77.60 %
Bpifrance	798,964	4.54 %	798,964	4.54 %	1,597,928	4.54 %
Public	3,138,371	17.86 %	3,138,371	17.86 %	6,276,742	17.86 %
TOTAL	17,575,278	100 %	17,575,278	100 %	35,150,556	100 %

(1) It is reminded that during the subscription period of the Share Capital Increase, running from December 23, 2015 to December 4, 2015 (inclusive), commitments were made to sell to Horizon 5 865 266 Class 1 Warrants and 5 865 266 Class 2 Warrants. These transactions were completed, at a price of €0.48 per Warrant, on December 15, 2015, simultaneously with the settlement of the Share Capital Increase.

(2) It is reminded that Horizon has undertaken to sell to Managers up to 20 % of the Warrants that it holds (*i.e.*, 5,455,177 Warrants to be sold).

It is also reminded that:

- the Warrants are non-transferrable and therefore non-tradable until December 15, 2020 (inclusive), subject to the exceptions provided in the Prospectus relating to the Share Capital

- Increase, including notably the right of any holder of Warrants to transfer part or all of its Class 1 Warrants and/or Class 2 Warrants to employees, officers or directors of the Company and/or of its current or future subsidiaries (the “**Managers**”) following the publication by the Company of a reference value of the Class 1 Warrants and of the Class 2 Warrants during the 10 calendar day period after the publication by the Company of its press release relating to its annual or half-year financial results, as the case may be; such sales may occur, under certain conditions, within 60 calendar days after the publication of these reference values, and in any event no later than December 15, 2020 (as a matter of fact, the Warrants will become transferable and exercisable as from December 16, 2020);
- as from December 16, 2020 and until December 15, 2022 (inclusive): (1) the Warrants holders will be entitled to obtain new shares of the Company by exercising such Warrants; 24 Class 1 Warrants carry the right to subscribe for 2 new shares, at a price of €32.66 per share, and 28 Class 2 Warrants carry the right to subscribe for 3 new shares, at a price of €42.34 per share; Warrants not exercised during this period will become void and will lose all value; and (2) the Class 1 Warrants and the Class 2 Warrants will be listed separately from the Company’s ordinary shares, namely on a separate trading line under the ISIN code FR0013054269 for the Class 1 Warrants and on another trading line under the ISIN code FR0013054335 for the Class 2 Warrants; and
 - the Company’s shares resulting from the exercise of the Warrants (that represent a potential maximum dilution of 11.1% of the share capital after the Share Capital Increase) will be ordinary shares of the same class as the existing shares of the Company. They will carry the same rights, including, with effect from their issue, to all distributions decided by the Company as from that date. These shares will be subject to periodical requests for admission to trading on the regulated market of Euronext in Paris on the same trading line as the existing shares of the Company and under the same ISIN code FR0004038263.

Information available to public

The prospectus filed with the *Autorité des marchés financiers* (the “**AMF**”) under visa number 15-590 dated November 19, 2015 (the “**Prospectus**”), consists of (i) Parrot’s reference document filed with the AMF on April 30, 2015 under number D.15-0468 (the “**Registration Document**”), (ii) Parrot’s update of the Registration Document filed on November 13, 2015 under number D.15-0468-A01 (the “**Update**”), (iii) a securities note and, (iv) a summary of the Prospectus (included in the securities note and set out in appendices).

Copies of the Prospectus may be obtained free of charge at the registered office of Parrot, 174-178 quai de Jemmapes – 75010 Paris, on the Company’s corporate website (www.parrotcorp.com), on the AMF’s website (www.amf-france.org) and from Natixis, 47 quai d’Austerlitz, 75013 Paris and BNP Paribas, 16, boulevard des Italiens, 75009 Paris.

Before making any investment decision, investors (including any holder of Warrants) are invited to carefully review the risk factors described in Section IV (*Risk factors*) of the Reference Document, Section III (*Risk factors*) of the Update and Section II (*Risk factors*) of the securities note. The occurrence of any or all of these risks may have an adverse effect on the business, position or financial results of the Group or on its ability to meet its objectives, as well as on the value or market price of the Company’s shares or other securities (including the Warrants). In addition, other risks not yet identified, or not currently considered as material by the Group, could have the same adverse effect.

ABOUT PARROT

Founded in 1994 by Henri Seydoux, Parrot creates, develops and markets advanced technology wireless products for consumers and professionals. The company builds on a common technological expertise to innovate and develop in three primary markets:

- Civil drones: With leisure quadricopters and solutions for professional use.
- Automotive: With the most extensive range of hands-free communication and infotainment systems for vehicles on the markets.
- Connected objects: With a focus in audio and gardening.

Headquartered in Paris, Parrot currently employs more than 900 people worldwide and generates the majority of its sales overseas. Parrot has been listed on Euronext Paris since 2006. (FR0004038263 – PARRO). For more information, please visit www.parrot.com

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This press release and the information contained herein do not constitute either an offer to sell or purchase or the solicitation of an offer to sell or purchase the Company's Offered Securities, New Shares, Warrants or existing shares.

European Economic Area

The offer described in the Prospectus was opened to the public in France exclusively.

*With respect to each Member State of the European Economic Area other than France which has implemented the Prospectus Directive other than France (the "**Member State**"), no action has been undertaken or will be undertaken to make an offer to the public of Offered Securities, New Shares or Warrants requiring a publication of a prospectus in any Member State. As a result, Offered Securities, New Shares or Warrants mentioned in the press release may only be offered in Member States:*

- to legal entities which are qualified investors, as defined by the Prospectus Directive; or*
- in any other circumstances falling within Article 3(2) of the Prospectus Directive.*

*For the purposes of this paragraph, (i) the expression an "**offer to the public of Offered Securities, New Shares or Warrants**" in any Member State means the communication in any form and by any means of sufficient information on the terms of the offer and any Offered Securities, New Shares or Warrants to be offered so as to enable an investor to decide to purchase, or subscribe for any Offered Securities, New Shares or Warrants, as the same may be varied in that Member State by any measure implementing the Prospectus Directive in that Member State, (ii) the expression "**Prospectus Directive**" means Directive 2003/71/EC of 4 November 2003, to the extent implemented in the Member State, as amended, including by the Amending Prospectus Directive, and includes any relevant implementing measure in each Member State and (iii) the expression "**Amending Prospectus Directive**" means Directive 2010/73/EU of 24 November 2010.*

This selling restriction applies in addition to any other selling restrictions which may be applicable in the Member States who have implemented the Prospectus Directive.

United Kingdom

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United States of America

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