EURO DISNEY S.C.A. GROUP

INTERIM REPORT

Six Months Ended March 31, 2017

SUMMARY

INTERIM MANAGEMENT REPORT

SIGNIFICANT EVENTS OF THE SIX MONTHS ENDED MARCH 31, 2017

During the six months ended March 31, 2017, Euro Disney S.C.A. (the "Company" or parent) and its owned and controlled subsidiaries (collectively, the "Group[1]") noted the following significant events.

LAUNCH OF DISNEYLAND® PARIS 25TH ANNIVERSARY CELEBRATION

On March 25, 2017, Disneyland Paris launched its 25th Anniversary celebration, which features enhanced attractions including *Star Wars Hyperspace Mountain: Rebel Mission* and *Star Tours: The Adventures Continue*. The festivities also include two new daytime shows and a new parade. In the evening, guests can enjoy a new nighttime spectacular, including state-of-the-art technology, sound, lights, projections, fountains and new pyrotechnic effects.

WAIVER OF TWO YEARS OF ROYALTIES AND MANAGEMENT FEES DUE TO THE WALT DISNEY COMPANY

In November 2016, The Walt Disney Company ("TWDC")[2] agreed to waive two years of royalties and management fees, commencing with the payment for the fourth quarter of fiscal year 2016, to provide the Group liquidity above its remaining undrawn revolving credit facility granted by TWDC (the "Revolving Credit Facility").

Waived royalties and management fees were €21 million for the fourth quarter of fiscal year 2016 and €36 million for the six months ended March 31, 2017.

EVOLUTION OF TWDC'S OWNERSHIP, PROPOSED CASH TENDER OFFER AND RECAPITALIZATION PLAN

In February 2017, TWDC through its subsidiary EDL Holding Company LLC, acquired 90% of Kingdom 5-KR-11, Ltd shares in the Company at a price of €2.00 per share, increasing its interest in the Company to 85.7%. The consideration was paid in shares of TWDC common stock.

In connection with this transaction, TWDC announced its intention to launch a tender offer (through its subsidiaries EDL Holding Company LLC, Euro Disney Investments S.A.S. and EDL Corporation S.A.S.) for all of the Company's shares not already owned by TWDC subsidiaries, other than treasury shares, at a price of €2.00 per share (the "Tender Offer") to be paid in cash. In addition, TWDC announced its intention to proceed with a mandatory buy-out and delisting of the Company's shares from Euronext Paris, if at the close of the Tender Offer, it owns at least 95% of the Company shares.

Further, TWDC committed to support a recapitalization of the Group of up to €1.5 billion subsequent to the completion of the Tender Offer. Proceeds from the recapitalization would be used to enable the Group to continue its investments in Disneyland Paris, repay most or all its indebtedness and increase its liquidity.

On March 30, 2017, TWDC and the Company filed, respectively, the draft Tender Offer document and the draft response document (including the independent expert report) with the French *Autorité des marchés financiers* ("AMF"). The AMF issued its approval (*visa*) on the Tender Offer on May 9, 2017. The Tender Offer opened on May 11, 2017 and will close on June 8, 2017 (included). A notice announcing the final results of the Tender Offer is scheduled to be published on June 13, 2017.

For more information, please refer to the Tender Offer document and the response document which are available on the Company's and the AMF's websites, as well as the related press releases.

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1 The Group also includes Centre de Congrès Newport S.N.C., a consolidated special purpose financing company.
2 The waiver of royalties and management fees was granted by wholly-owned affiliates of TWDC.

EVOLUTION OF THE SUPERVISORY BOARD COMPOSITION

During the six months ended March 31, 2017, the Supervisory Board of the Company (the "Board") appointed Mr. Axel Duroux as Chairman of the Board[1] to replace Ms. Virginie Calmels. In addition, during this period, the Board acknowledged the resignations of Ms. Valérie Bernis and Mr. Gérard Bouché.

On March 31, 2017, at the general meeting of the shareholders, the terms of office of Mr. Philippe Labro and Mr. Anthony Martin Robinson were renewed and Ms. Hélène Etzi was elected as member of the Board in replacement of Mr. Karl L. Holz who did not seek renewal of his term of office.

Consequently, as of March 31, 2017, the Board comprises nine members, of which six are independent.

[1] For more information, see the press release issued on February 10, 2017 which is available on the Company's website.

SUMMARY OF FINANCIAL RESULTS FOR THE SIX MONTHS ENDED MARCH 31, 2017

Key Financial Highlights	Six Months Ended		Fiscal Year
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	2016
Revenues	**623**	604	1,278
Resort operating segment	613	600	1,267
Real estate development operating segment	10	4	11
Costs and expenses	**(756)**	(764)	(1,520)
Operating margin	**(133)**	(160)	(242)
Plus: depreciation and amortization	**65**	103	208
EBITDA[(1)]	**(68)**	(57)	(34)
EBITDA as a percentage of revenues	**(11)%**	(9)%	(3)%
Impairment charge	**-**	-	(565)
Net loss	**(166)**	(184)	(858)
Cash generated by / (used in) operating activities	**23**	(55)	(68)
Cash used in investing activities	**(129)**	(89)	(193)
Free cash flow[(1)]	**(106)**	(144)	(261)
Cash generated by / (used in) financing activities	**59**	(3)	125
Cash and cash equivalents, end of period	**66**	102	113

(1) *EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) and Free cash flow (cash (used in) / generated by operating activities less cash used in investing activities) are not measures of financial performance defined under International Financial Reporting Standards ("IFRS"), and should not be viewed as substitutes for operating margin, net profit / (loss) or operating cash flows in evaluating the Group's financial results. However, management believes that EBITDA and Free cash flow are useful tools for evaluating the Group's performance.*

Key Operating Statistics	Six Months Ended		Fiscal Year
	March 31, 2017	March 31, 2016	2016
Theme parks attendance[(2)] (*in millions*)	**6.7**	6.4	13.4
Average spending per guest[(3)] (*in €*)	**51**	53	54
Hotel occupancy rate[(4)]	**81%**	78%	77 %
Average spending per room[(5)] (*in €*)	**214**	214	235

(2) *Theme parks attendance is recorded on a "first click" basis, meaning that a person visiting both parks in a single day is counted as one visitor.*
(3) *Average daily admission price, spending on food, beverage, merchandise and other services sold in the theme parks, excluding value added tax.*
(4) *Average daily rooms occupied as a percentage of total room inventory (total room inventory is approximately 5,800 rooms).*
(5) *Average daily room price and spending on food, beverage, merchandise and other services sold in hotels, excluding value added tax.*

CONSOLIDATED STATEMENT OF INCOME

	Six Months Ended		Variance	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	Amount	%
Revenues	**623**	604	19	3%
Costs and expenses	**(756)**	(764)	8	(1)%
Operating margin	**(133)**	(160)	27	(17)%
Net financial charges	**(19)**	(19)	-	-
Share of loss of equity investments	**(14)**	(5)	(9)	n/m
Loss before taxes	**(166)**	(184)	18	(10)%
Income taxes	**-**	-	-	-
Net loss	**(166)**	(184)	18	(10)%
Net loss attributable to:				
Owners of the parent	**(137)**	(151)	14	(9)%
Non-controlling interests	**(29)**	(33)	4	(12)%

n/m: not meaningful

DISCUSSION OF COMPONENTS OF OPERATING RESULTS

Seasonality

The Group's business is subject to the effects of seasonality and the last six months of the fiscal year, which include the summer months, usually include higher revenues. Consequently, the operating results for the six months ended March 31, 2017 are not necessarily indicative of results to be expected for the last six months of the fiscal year.

In addition, results for the six months ended March 31, 2017 have been unfavorably impacted by a shift in the Easter vacation period to the last six months of the fiscal year.

Revenues by Operating Segment

	Six Months Ended		Variance	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	Amount	%
Theme parks	**345**	340	5	1%
Hotels and Disney Village®	**249**	239	10	4%
Other	**19**	21	(2)	(10)%
Resort operating segment	**613**	600	13	2%
Real estate development operating segment	**10**	4	6	n/m
Total revenues	**623**	604	19	3%

n/m: not meaningful

Resort operating segment revenues increased 2% to €613 million compared to €600 million in the prior-year period.

Theme parks revenues increased 1% to €345 million due to a 5% increase in attendance as the prior-year period was impacted by the November 2015 events in Paris, which included a four-day closure of the parks. This increase was partially offset by a 3% decrease in average spending per guest. The increase in attendance was mainly due to more guests visiting from the United Kingdom and France, partially offset by fewer guests visiting from Belgium. The decrease in average spending per guest was due to lower spending on admissions and merchandise.

Hotels and Disney Village® revenues increased 4% to €249 million mainly due to a 3 percentage point increase in hotel occupancy. This increase resulted from more guests visiting from the United Kingdom, partially offset by fewer guests staying at the hotels from France and business groups.

Real estate development operating segment revenues increased by €6 million to €10 million due to higher land sale activity. Given the nature of the Group's real estate development activity, the number and size of transactions vary from one period to the next.

Costs and Expenses

	Six Months Ended		Variance	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	Amount	%
Direct operating costs[(1)]	**617**	628	(11)	(2)%
Marketing and sales expenses	**75**	76	(1)	(1)%
General and administrative expenses	**64**	60	4	7%
Costs and expenses	**756**	764	(8)	(1)%

(1) Direct operating costs primarily include wages and benefits for employees in operational roles, depreciation and amortization related to operations, cost of sales, royalties and management fees. For the six months ended March 31, 2017 and 2016, royalties and management fees were €36 million for each of these periods. For accounting purposes, the waived royalties and management fees continue to be recorded as expense. For more information on the waiver, please refer to the "Cash flows" section hereafter.

Direct operating costs decreased 2% compared to the prior-year period due to lower depreciation in the current-year period. The lower depreciation is the result of the lower carrying value of the Group's long-lived assets due to the €565 million impairment charge recorded as of September 30, 2016. This decrease was partially offset by continued enhancements to the guest experience, which include new shows and hotel refurbishments, as well as costs associated with higher resort and real estate activities. In addition, the Group incurred increased labor costs due to an amendment of its employee retirement plan and incremental security costs.

Marketing and sales expenses remained relatively flat compared to the prior-year period.

General and administrative expenses increased 7% mainly due to higher labor costs, including the amendment of the employee retirement plan.

NET FINANCIAL CHARGES

	Six Months Ended		Variance	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	Amount	%
Financial income	**-**	1	(1)	n/m
Financial expense	**(19)**	(20)	1	(5)%
Net financial charges	**(19)**	(19)	-	-

n/m: not meaningful

Net financial charges remained flat at €19 million compared to the prior-year period.

NET LOSS

For the six months ended March 31, 2017, the net loss of the Group decreased to €166 million from €184 million in the prior-year period.

BORROWINGS

The changes in the Group's borrowings during the six months ended March 31, 2017 are detailed below:

(€ in millions, unaudited)	**September 30, 2016**	Increases	Repayments	Transfers	**March 31, 2017**
Long-term loans	**983**	-	-	-	**983**
Revolving Credit Facility	**130**	60	-	-	**190**
Sub-total TWDC debt	**1,113**	60	-	-	**1,173**
Financial leases	**9**	1	-	(1)	**9**
Total non-current borrowings	**1,122**	61	-	(1)	**1,182**
Loan from TWDC to Centre de Congrès Newport S.N.C.	**12**	-	-	-	**12**
Financial leases	**1**	-	(1)	1	**1**
Total current borrowings	**13**	-	(1)	1	**13**
Total borrowings	**1,135**	61	(1)	-	**1,195**

During the six months ended March 31, 2017, the Group's indebtedness increased by €60 million to €1,195 million compared to €1,135 million as of September 30, 2016. This increase was due to an additional €60 million drawn from the Revolving Credit Facility.

For additional information on borrowings, see note 6. "Borrowings" of the Group's condensed interim consolidated financial statements.

CASH FLOWS

Cash and cash equivalents as of March 31, 2017 were €66 million, down €47 million compared with September 30, 2016. Cash used in the Group's activities for the six months ended March 31, 2017 totaled €47 million compared to €147 million used in the prior-year period. This variance resulted from:

	Six Months Ended		
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016	Variance
Cash generated by / (used in) operating activities	**23**	(55)	78
Cash used in investing activities	**(129)**	(89)	(40)
Cash generated by / (used in) financing activities	**59**	(3)	62
Change in cash and cash equivalents	**(47)**	(147)	100
Cash and cash equivalents, beginning of period	**113**	249	(136)
Cash and cash equivalents, end of period	**66**	102	(36)

Cash generated by operating activities for the six months ended March 31, 2017 totaled €23 million compared to €55 million used in the prior-year period. This variance resulted from a waiver of royalties and management fees payment in the current-year period, compared with €47 million of royalties and management fees paid in the prior-year period, as well as lower working capital requirements.

In November 2016, TWDC[1] agreed to waive two years of royalties and management fees, commencing with the payment for the fourth quarter of fiscal year 2016, to provide the Group liquidity above its remaining undrawn Revolving Credit Facility.

Cash used in investing activities for the six months ended March 31, 2017 totaled €129 million compared to €89 million used in the prior-year period. This variance was due to investments to enhance the guest experience in preparation for Disneyland® Paris' 25th Anniversary celebration as well as cash provided to the Les Villages Nature de Val d'Europe S.A.S joint venture.

Cash generated by financing activities totaled €59 million for the six months ended March 31, 2017 compared to €3 million used in the prior-year period. During the six months ended March 31, 2017, the Group drew an additional €60 million under the €350 million Revolving Credit Facility. As of March 31, 2017, the Group still has a €160 million undrawn Revolving Credit Facility available from TWDC.

1 The waiver of royalties and management fees was granted by wholly-owned affiliates of TWDC.

RELATED-PARTY TRANSACTIONS

The Group enters into certain transactions with TWDC and its subsidiaries.

The significant transactions relate to a license for the use of TWDC intellectual property rights, management arrangements, technical and administrative agreements for services provided by TWDC and its subsidiaries, and borrowings.

In addition, in April 2017, EDL Hôtels S.C.A. ("EDLH") exercised its purchase option to acquire the Newport Bay Club Convention Center from Centre de Congrès Newport S.N.C. for a nominal amount. Under the terms of its lease agreement which would have expired in September 2017, EDLH had the right to exercise its purchase option six months prior to the end of the lease term.

Although the Group had no ownership interest in Centre de Congrès Newport S.N.C., the Group historically fully consolidated this entity which previously held the assets of the Newport Bay Club Convention Center. As of March 31, 2017, the assets of the Newport Bay Club Convention Center were consolidated in the financial statements of the Group and will continue to be subsequent to the exercise of the purchase option.

For detail of the related-party activity for the six months ended March 31, 2017, please refer to note 8. "Related-Party Transactions" of the Group's condensed interim consolidated financial statements.

RISK FACTORS

The main risks[1] and uncertainties related to the Group are described in the Group's 2016 Reference Document[2] and primarily relate to those inherent to theme park activities, which includes being subject to the potential effects of general economic, adverse weather and geopolitical conditions, and the Group's high level of borrowings.

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1 Please refer to "Risk factors" under section B.2. "Group and Parent Company Management Report" of the Group's 2016 Reference Document.

2 The Group's 2016 Reference Document was registered with the *Autorité des marchés financiers* ("AMF") on February 9, 2017, under the number D.17-0087 (the "2016 Reference Document") and is available on both the Company's website (http://corporate.disneylandparis.com) and the AMF website (www.amf-france.org).

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The condensed interim consolidated financial statements are presented in accordance with IAS 34.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(€ in millions)	Note	March 31, 2017 *(unaudited)*	September 30, 2016
Non-current assets			
Property, plant and equipment, net	4.	**1,208**	1,164
Investment property		**17**	17
Intangible assets	4.	**26**	22
Other		**108**	96
		1,359	1,299
Current assets			
Inventories		**42**	44
Restricted cash		**15**	15
Trade and other receivables		**148**	111
Other		**39**	36
Cash and cash equivalents		**66**	113
		310	319
Total assets		**1,669**	1,618
Equity attributable to owners of the parent			
Share capital		**783**	783
Share premium		**1,764**	1,718
Accumulated deficit		**(2,742)**	(2,605)
Other		**(8)**	(14)
Total equity attributable to owners of the parent	5.	**(203)**	(118)
Non-controlling interests		**(40)**	(22)
Total equity		**(243)**	(140)
Non-current liabilities			
Borrowings	6.	**1,182**	1,122
Deferred income		**19**	19
Provisions		**35**	25
Other		**79**	83
		1,315	1,249
Current liabilities			
Trade and other payables		**360**	364
Borrowings	6.	**13**	13
Deferred income		**224**	131
Other		**-**	1
		597	509
Total liabilities		**1,912**	1,758
Total equity and liabilities		**1,669**	1,618

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF INCOME

(€ in millions except per share data, unaudited)	Six Months Ended **March 31, 2017**	Six Months Ended March 31, 2016
Revenues	**623**	604
Costs and expenses		
Direct operating costs	**(617)**	(628)
Marketing and sales expenses	**(75)**	(76)
General and administrative expenses	**(64)**	(60)
Total costs and expenses	**(756)**	(764)
Operating margin	**(133)**	(160)
Impairment charge	**-**	-
Net financial charges	**(19)**	(19)
Share of loss of equity investments	**(14)**	(5)
Loss before taxes	**(166)**	(184)
Income taxes	**-**	-
Net loss	**(166)**	(184)
Net loss attributable to:		
Owners of the parent	**(137)**	(151)
Non-controlling interests	**(29)**	(33)
Average number of outstanding shares *(in thousands)*	**783,117**	783,162
Basic and diluted loss per share attributable to owners of the parent (*in euros*)	**(0.17)**	(0.19)

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

(€ in millions, unaudited)	**Note**	Six Months Ended **March 31, 2017**	Six Months Ended March 31, 2016
Net loss		**(166)**	(184)
Items that will not be reclassified to profit or loss			
Retirement obligation - actuarial gains / (losses)	5.3	**14**	(5)
Income taxes		**-**	-
		14	(5)
Items that may be subsequently reclassified to profit or loss			
Forward currency contracts		**(8)**	9
Income taxes		**-**	-
		(8)	9
Other comprehensive income		**6**	4
Total comprehensive loss		**(160)**	(180)
Total comprehensive loss attributable to:			
Owners of the parent		**(131)**	(148)
Non-controlling interests		**(29)**	(32)

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

		Attributable to owners of the parent						
(€ in millions, unaudited)	**Note**	Share capital	Share premium	Accumulated deficit	Other	Total	Non-controlling interests	**Total equity**
As of September 30, 2015		**783**	**1,718**	**(1,900)**	**(18)**	**583**	**131**	**714**
Total comprehensive loss		-	-	(151)	3	(148)	(32)	(180)
As of March 31, 2016		**783**	**1,718**	**(2,051)**	**(15)**	**435**	**99**	**534**
Total comprehensive loss		-	-	(554)	1	(553)	(121)	(674)
As of September 30, 2016		**783**	**1,718**	**(2,605)**	**(14)**	**(118)**	**(22)**	**(140)**
Total comprehensive loss		-	-	(137)	6	(131)	(29)	(160)
Equity contribution - waiver of royalties and management fees	5.1	-	46	-	-	46	11	57
As of March 31, 2017		**783**	**1,764**	**(2,742)**	**(8)**	**(203)**	**(40)**	**(243)**

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six Months Ended	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016
Net loss	**(166)**	(184)
Adjustments to reconcile net loss to net cash flows:		
- Depreciation and amortization	**65**	103
- Royalties and management fees	**36**	-
- Share of loss of equity investments	**14**	5
- Other	**6**	1
Changes in working capital account balances	**68**	20
Cash generated by / (used in) operating activities	**23**	(55)
Capital expenditures	**(114)**	(79)
Cash flows to equity investments	**(15)**	(10)
Cash used in investing activities	**(129)**	(89)
Cash proceeds from standby revolving credit facility	**60**	-
Repayment of borrowings	**(1)**	(1)
Recapitalization plan costs	**-**	(2)
Cash generated by / (used in) financing activities	**59**	(3)
Change in cash and cash equivalents	**(47)**	(147)
Cash and cash equivalents, beginning of period	**113**	249
Cash and cash equivalents, end of period	**66**	102

For more information, please refer to the Cash Flows section of the Group's Interim Management Report.

SUPPLEMENTAL CASH FLOW INFORMATION

	Six Months Ended	
(€ in millions, unaudited)	**March 31, 2017**	March 31, 2016
Supplemental cash flow information:		
Interest paid[(1)]	**21**	20
Non-cash operating activities:		
Royalties and management fees[(2)]	**57**	-

[(1)] *For cash flow purposes, interests paid on the Group's borrowings are presented* in Cash generated by / (used in) operating activities.
[(2)] *For accounting purposes, the waived royalties and management fees continue to be recorded as expense. Waived royalties and management fees were €21 million for the fourth quarter of fiscal year 2016 and €36 million for the six months ended March 31, 2017.*

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)

1. DESCRIPTION OF THE GROUP

Euro Disney S.C.A. (the "Company" or parent) and its owned and controlled subsidiaries (collectively, the "Group") commenced operations with the official opening of Disneyland® Park on April 12, 1992. The Group also operates the Walt Disney Studios® Park, which opened to the public on March 16, 2002 (together with the Disneyland Park, the "Theme Parks"), a large hotel complex comprising seven hotels (the "Hotels") with approximately 5,800 rooms, two convention centers, the Disney Village® entertainment center and Golf Disneyland® (the "Golf Courses"), collectively the "Resort". In addition, the Group manages the real estate development and expansion of the property and related infrastructure near the Resort.

The Company, a publicly held French company with shares traded on Euronext Paris, is managed by Euro Disney S.A.S. (the "*Gérant*"), an indirect wholly-owned subsidiary of The Walt Disney Company ("TWDC"). The General Partner is EDL Participations S.A.S., also an indirect wholly-owned subsidiary of TWDC. The Company owns 82% of Euro Disney Associés S.C.A. ("EDA"), which is the primary operating company of the Resort. Two other indirect wholly-owned subsidiaries of TWDC, Euro Disney Investments S.A.S. ("EDI") and EDL Corporation S.A.S. ("EDLC"), equally own the remaining 18% of EDA.

The Company's fiscal year begins on October 1 of a given year and ends on September 30 of the following year (the "Fiscal Year").

2. SIGNIFICANT POLICIES APPLIED BY THE GROUP

2.1 BASIS OF PREPARATION

The condensed interim consolidated financial statements of the Group (including the notes thereto) for the six months ended March 31, 2017 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34"). Accordingly, these condensed interim consolidated financial statements do not include all the information and disclosure required in the annual financial statements.

These condensed interim consolidated financial statements should be read in conjunction with the Group's consolidated financial statements for Fiscal Year 2016, which are presented in the Group's reference document (the "2016 Reference Document").

2.2 NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

During the six months ended March 31, 2017, the following IFRS[1] were adopted by the European Union ("EU"). The impact of adoption of these standards on the Group's financial statements is being assessed:

- IFRS 9 "Financial Instruments" ("IFRS 9"), issued during Fiscal Year 2014. This standard was issued as part of a multiphase project to replace IAS 39 "Financial Instruments". IFRS 9 is applicable for annual periods beginning on or after January 1, 2018 (i.e. Fiscal Year 2019 for the Group).

[1] The term "IFRS" refers collectively to International Accounting Standards ("IAS"), International Financial Reporting Standards ("IFRS"), Standing Interpretations Committee and International Financial Reporting Interpretations Committee ("IFRIC") interpretations issued by the International Accounting Standard Board ("IASB").

- IFRS 15 "Revenue from Contracts with Customers" ("IFRS 15"), issued during Fiscal Year 2014, and amendments to IFRS 15 "Clarifications to IFRS 15", issued during Fiscal Year 2016. This standard and these amendments define principles of revenue recognition. IFRS 15 is applicable for annual periods beginning on or after January 1, 2018, (i.e. Fiscal Year 2019 for the Group).

In addition, during the six months ended March 31, 2017, the IASB issued amendments and interpretations that have not yet been adopted by the EU as of March 31, 2017. Therefore these amendments and interpretations are not yet applicable to the Group.

3. SEASONALITY

The Group's business is subject to the effects of seasonality and the last six months of the Fiscal Year, which include the summer months, usually include higher revenues. Consequently, the operating results for the six months ended March 31, 2017 are not necessarily indicative of results to be expected for the last six months of the Fiscal Year.

In addition, results for the six months ended March 31, 2017 have been unfavorably impacted by a shift in the Easter vacation period to the last six months of the Fiscal Year.

4. PROPERTY, PLANT AND EQUIPMENT, AND INTANGIBLE ASSETS

Changes in property, plant and equipment, and intangible assets for the six months ended March 31, 2017 are presented below:

(€ in millions)	**September 30, 2016**	Additions	Deductions	Transfers	**March 31, 2017**
Gross book values					
Lands and infrastructure	**650**	-	-	3	**653**
Buildings and attractions	**3,584**	-	(15)	67	**3,636**
Furniture, fixtures and equipment	**855**	-	(3)	19	**871**
Construction in progress	**139**	113	-	(95)	**157**
Property, plant and equipment	**5,228**	113	(18)	(6)	**5,317**
Intangible assets	**200**	-	-	6	**206**
	5,428	113	(18)	-	**5,523**
Accumulated depreciation and impairment					
Infrastructure	**(460)**	(5)	-	-	**(465)**
Buildings and attractions	**(2,836)**	(44)	15	-	**(2,865)**
Furniture, fixtures and equipment	**(768)**	(14)	3	-	**(779)**
Property, plant and equipment	**(4,064)**	(63)	18	-	**(4,109)**
Intangible assets	**(178)**	(2)	-	-	**(180)**
	(4,242)	(65)	18	-	**(4,289)**
Total net book values					
Property, plant and equipment	**1,164**	50	-	(6)	**1,208**
Intangible assets	**22**	(2)	-	6	**26**

As of March 31, 2017, the Group had commitments related to future investments in property, plant and equipment, and intangible assets, of approximately €53 million.

5. EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT

5.1 SHARE PREMIUM

During the six months ended March 31, 2017, the Group reclassified €57 million of waived royalties and management fee liabilities to equity, with €46 million to *Share premium* attributable to owners of the parent and the remaining €11 million to *Non-controlling interests*. For additional information, see note 8.2 "Royalties and Management Fees".

5.2 TREASURY SHARES

As of March 31, 2017, the Company owned 190,441 treasury shares. The acquisition cost of these treasury shares totaled €0.2 million and was recorded in *Equity attributable to owners of the parent* as a reduction of *Other* equity. For additional information, see the press release published on April 10, 2017 and available on the Company's corporate website.

5.3 RETIREMENT OBLIGATION - ACTUARIAL GAINS / (LOSSES)

During the six months ended March 31, 2017, the Group recorded €7 million of expense related to prior service costs due to an amendment of its employee retirement plan.

In conjunction with remeasuring its obligation as a result of the plan amendment, the Group updated its actuarial valuation of the retirement obligation which resulted in an actuarial gain of €14 million recognized in the *Consolidated Statements of Other Comprehensive Income.* The actuarial assumptions that had the most significant impact on the valuation as of March 31, 2017 were an increase in the discount rate from 0.9% as of September 30, 2016 to 1.5% and a change in the assumption of the expected retirement benefits as of the valuation date.

As of March 31, 2017 and September 30, 2016, the Group's retirement obligation was €70 million and €76 million, respectively.

6. BORROWINGS

Borrowings as of March 31, 2017 and September 30, 2016 are presented below:

(€ in millions)	**Interest rate**		**March 31, 2017**	September 30, 2016
Long-term loans	4.00%		**983**	983
Revolving Credit Facility	Euribor +2%		**190**	130
Sub-total TWDC debt			**1,173**	1,113
Financial leases	6.27%	(1)	**9**	9
Non-current borrowings			**1,182**	1,122
Loan from TWDC to Centre de Congrès Newport S.N.C.	Euribor +0.2%		**12**	12
Financial leases	6.27%	(1)	**1**	1
Current borrowings			**13**	13
Total borrowings			**1,195**	1,135

(1) *Average interest rate as of March 31, 2017.*

As of March 31, 2017, the Group's borrowings have the following scheduled maturities:

			Principal payments due during Fiscal Year					
(€ in millions)	**Nominal value as of March 31, 2017**		2017	2018	2019	2020	2021	Thereafter
TWDC loans	995		12	-	-	-	-	983
Financial leases	15	(1)	1	2	2	1	1	8

(1) *Financial leases are recorded as part of the Group's borrowings at the net present value for a total amount of €10 million.*

In addition to the amounts presented in the table above, amounts drawn under the €350 million revolving credit facility granted by TWDC (the "Revolving Credit Facility") can be repaid at the Group's option at any time until its maturity date of December 2023.

For the last six months of Fiscal Year 2017, the Group is obligated to pay €20 million of interest on TWDC loans. In addition, the Group pays interests related to the outstanding Revolving Credit Facility.

7. SEGMENT INFORMATION

For internal management reporting purposes, the Group has two reportable operating segments as follows:

- **Resort operating segment** includes the operation of the Theme Parks, the Hotels, the Disney Village®, the Golf Courses and the various services that are provided to guests visiting Disneyland® Paris; and

- **Real estate development operating segment** includes the design, planning and monitoring of improvements and additions to the existing Resort, as well as other retail, office and residential real estate projects, whether financed internally or through third-party partners.

These operating segments reflect the Group's organizational structure and internal financial reporting process, which are based on the nature of the products and the services delivered. Each operating segment represents a strategic line of business with different products and serves different markets. There is no other operating segment representing more than 10% of revenues, profit, loss or assets that could be identified separately, and no client represents more than 10% of total revenues.

The Group evaluates the performance of its operating segments based primarily on operating margin. The accounting policies for both of these operating segments are the same.

7.1 STATEMENTS OF FINANCIAL POSITION INFORMATION

The following table presents segment statement of financial position information as of March 31, 2017 and September 30, 2016:

	Resort operating segment		Real estate development operating segment		Total	
(€ in millions)	**March 31, 2017**	September 30, 2016	**March 31, 2017**	September 30, 2016	**March 31, 2017**	September 30, 2016
Capital assets [(1)]	**1,221**	1,173	**30**	30	**1,251**	1,203
Other assets	**373**	386	**45**	29	**418**	415
Total assets	**1,594**	1,559	**75**	59	**1,669**	1,618
Total liabilities	**1,881**	1,724	**31**	34	**1,912**	1,758

(1) Capital assets *consist of the sum of* Property, plant and equipment, Investment property *and* Intangible assets, *net of accumulated depreciation.*

7.2 STATEMENTS OF INCOME INFORMATION

For the six months ended March 31, 2017 and 2016, no inter-segment transactions occurred.

	Resort operating segment		Real estate development operating segment		Total	
	Six Months Ended		Six Months Ended		Six Months Ended	
(€ in millions)	**March 31, 2017**	March 31, 2016	**March 31, 2017**	March 31, 2016	**March 31, 2017**	March 31, 2016
Revenues	**613**	600	**10**	4	**623**	604
Costs and expenses						
Direct operating costs	**(611)**	(626)	**(6)**	(2)	**(617)**	(628)
Marketing and sales expenses	**(75)**	(76)	-	-	**(75)**	(76)
General and administrative expenses	**(62)**	(58)	**(2)**	(2)	**(64)**	(60)
Total costs and expenses	**(748)**	(760)	**(8)**	(4)	**(756)**	(764)
Operating margin	**(135)**	(160)	**2**	-	**(133)**	(160)
Net financial charges	**(19)**	(19)	**-**	-	**(19)**	(19)
Share of loss of equity investments	**(4)**	(2)	**(10)**	(3)	**(14)**	(5)
Loss before taxes	**(158)**	(181)	**(8)**	(3)	**(166)**	(184)
Income taxes	-	-		-	-	-
Net loss	**(158)**	(181)	**(8)**	(3)	**(166)**	(184)

8. RELATED-PARTY TRANSACTIONS

Transactions between the Group, TWDC and other related-parties are presented below:

		Six Months Ended	
(€ in millions)	**Note**	**March 31, 2017**	March 31, 2016
Revenues	8.1	**13**	9
Costs and expenses			
Royalties and management fees	8.2	**(36)**	(36)
Development agreement (excluding capitalized costs) and other services	8.3	**(28)**	(21)
Total costs and expenses		**(64)**	(57)
Net financial charges	8.4	**(21)**	(20)
Share of loss of equity investments	8.5	**(14)**	(5)
Total		**(86)**	(73)

(€ in millions)	**Note**	**March 31, 2017**	September 30, 2016
Trade and other receivables		**3**	3
Receivables from equity investments		**30**	15
Equity investments		**4**	4
Loan to SNC Nature Hébergements 1		**6**	6
Total assets		**43**	28
Borrowings:	6.		
- TWDC loans		**995**	995
- Revolving Credit Facility		**190**	130
Provisions - Equity investments		**24**	10
Trade and other payables		**18**	40
Deferred income		**1**	1
Total liabilities		**1,228**	1,176

8.1 REVENUES

Revenues primarily included Theme Park tickets and Resort packages sold to third parties through TWDC entities.

8.2 ROYALTIES AND MANAGEMENT FEES

In November 2016, TWDC[1] agreed to waive two years of royalties and management fees, commencing with the payment for the fourth quarter of Fiscal Year 2016, to provide the Group liquidity above its remaining Revolving Credit Facility. Waived royalties and management fees were €21 million for the fourth quarter of Fiscal Year 2016 and €36 million for the six months ended March 31, 2017.

[1] The waiver of royalties and management fees was granted by wholly-owned affiliates of TWDC.

The Group continues to record the royalties and management fees as expense in its *Consolidated statements of income* as the rights and obligations under the terms of the agreements continue to be in effect. The waiver of payment provided by TWDC is accounted for as an equity contribution. Consequently, during the six months ended March 31, 2017, the Group reclassified €57 million of waived royalties and management fee liabilities to equity, with €46 million to *Share premium* attributable to owners of the parent and the remaining €11 million to *Non-controlling interests*.

8.3 DEVELOPMENT AGREEMENT AND OTHER SERVICES

The Group reimburses the *Gérant* for its direct and indirect costs incurred in connection with the provision of services under the Development Agreement[1]. The indirect costs under the Development Agreement primarily include the Group's share of expenses incurred by TWDC's European marketing offices. The indirect costs also include the development of conceptual design for Theme Parks facilities and attractions.

In addition, the Group reimburses Euro Disneyland Imagineering S.A.R.L., an indirect subsidiary of TWDC, of its costs incurred for the management and administration of the overall design as well as the construction of attractions and development investments in the Resort.

Under these agreements, the Group recorded €24 million and €18 million of *Costs and expenses* and €12 million and €8 million of costs capitalized as *Property, plant and equipment* or *Intangible assets* for the six months ended March 31, 2017 and 2016, respectively.

Other services also include various agreements with other wholly-owned subsidiaries of TWDC to provide the Group with various support services. Under these agreements, the Group recorded €4 million and €3 million of *Costs and expenses* for the six months ended March 31, 2017 and 2016, respectively, as well as €0.3 million and €1 million of costs capitalized as *Property, plant and equipment* or *Intangible assets* for the six months ended March 31, 2017 and 2016, respectively.

8.4 NET FINANCIAL CHARGES

For the six months ended March 31, 2017 and 2016, net financial charges mainly resulted from interest expenses related to the long-term debt that the Group owes TWDC.

8.5 SHARE OF LOSS OF EQUITY INVESTMENTS

Share of loss of equity investments corresponds to the Group's share in the results of its joint ventures. For the six months ended March 31, 2017, the €14 million loss was driven by construction and pre-opening activities related to its innovative eco-tourism project *Villages Nature*.

[1] Refers to the agreement dated February 28, 1989 between the Company and the *Gérant* whereby the *Gérant* provides and arranges for other subsidiaries of TWDC to provide EDA with a variety of technical and administrative services, some of which are dependent upon Disney expertise or cannot reasonably be supplied by other parties. For more information on the Development Agreement, please refer to section A.4. "Significant Agreements of the Group" in the Group's 2016 Reference Document.

CERTIFICATION OF THE PERSON RESPONSIBLE FOR THE INTERIM REPORT

CERTIFICATION OF THE PERSON RESPONSIBLE FOR THE INTERIM REPORT

We attest that, to the best of our knowledge, the condensed interim consolidated financial statements are prepared in accordance with the applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group and that the enclosed interim management report gives a fair view of the significant events arising in the first six months of the fiscal year and their impact on the financial statements, a statement of the principal transactions between related parties, as well as a description of the principal risks and uncertainties for the remaining six months of the fiscal year.

The *Gérant*, Euro Disney S.A.S.
Represented by Ms. Catherine Powell,
Présidente

STATUTORY AUDITORS' REVIEW REPORT ON THE INTERIM FINANCIAL INFORMATION

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STATUTORY AUDITORS' REVIEW REPORT ON THE INTERIM FINANCIAL INFORMATION

This is a free translation into English of the statutory auditors' report issued in French and is provided solely for the convenience of English speaking users. The statutory auditors' report includes information specifically required by French law in such reports, whether modified or not. This information is presented below the opinion on the financial statements and includes an explanatory paragraph discussing the auditors' assessments of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the financial statements taken as a whole and not to provide separate assurance on individual account captions or on information taken outside of the financial statements.

This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.

(For the six months ended March 31, 2017)

To the Shareholders,
EURO DISNEY S.C.A.
1, rue de la Galmy
77700 Chessy

In compliance with the assignment entrusted to us by Shareholders Meeting and in accordance with the requirements of article L. 451-1-2 III of the French Monetary and Financial Code (*Code monétaire et financier*), we hereby report to you on:

- the review of the accompanying condensed interim consolidated financial statements of EURO DISNEY S.C.A., for the six months ended March 31, 2017;
- the verification of the information contained in the interim management report.

These condensed interim consolidated financial statements are the responsibility of the *Gérant*. Our role is to express a conclusion on these financial statements based on our review.

1. Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France. A review of interim financial information consists of making inquiries, primarily of 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 - the standard of IFRSs as adopted by the European Union applicable to interim financial information.

2. Specific verification

We have also verified the information given in the interim management report on the condensed interim consolidated financial statements subject to our review. We have no matters to report as to its fair presentation and consistency with the condensed interim consolidated financial statements.

Neuilly-sur-Seine and Paris, May 23, 2017

The Statutory Auditors
French original signed by

PricewaterhouseCoopers Audit	**Caderas Martin**
Bruno Tesnière	Fabrice Vidal
Partner	*Partner*