

PARENT COMPANY INCOME STATEMENT (French GAAP)

(€m)	Note	2018	2017
Operating income		1,342.9	1,301.8
TF1 channel advertising revenue	2.12 & 4.1	1,156.3	1,150.2
Revenue from other services		29.4	8.3
Income from ancillary activities		13.0	10.0
	Revenue	1,198.7	1,168.5
Inventorised production		(0.1)	0.4
Capitalised production		0.7	0.1
Operating grants		0.0	0.0
Reversals of depreciation, amortisation, provisions and impairment		44.6	41.4
Cost transfers	4.2	90.2	86.4
Other income		8.8	5.0
Operating expenses		(1,281.9)	(1,223.0)
Purchases of raw materials and other supplies	4.3	(522.3)	(504.4)
Change in inventory	4.3	(33.5)	(59.1)
Other purchases and external charges	4.4	(275.4)	(205.1)
Taxes other than income taxes	4.5	(89.1)	(86.0)
Wages and salaries	4.6	(129.4)	(144.0)
Social security charges	4.6	(53.5)	(62.4)
Depreciation, amortisation, provisions and impairment			
- amortisation of television programmes		(6.2)	(5.7)
- amortisation and depreciation of other non-current assets		(43.9)	(27.3)
- impairment of non-current and current assets		(68.4)	(74.3)
- provisions for liabilities and charges		(9.6)	(5.0)
Other expenses	4.7	(50.6)	(49.7)
OPERATING PROFIT		61.0	78.8
Share of profits/losses of joint operations		0.0	0.0
Financial income		151.1	170.2
Financial expenses		(125.1)	(157.6)
NET FINANCIAL INCOME/(EXPENSE)	4.8	26.0	12.6
PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		87.0	91.4
Exceptional income		28.1	131.5
Exceptional income from operating transactions		11.7	13.5
Exceptional income from capital transactions		5.6	105.3
Reversals of provisions and impairment		10.8	12.7
Exceptional expenses		(15.0)	(93.2)
Exceptional expenses on operating transactions		(0.0)	(4.8)
Exceptional expenses on capital transactions		(4.0)	(82.9)
Depreciation, amortisation, provisions and impairment		(11.0)	(5.5)
EXCEPTIONAL ITEMS	4.9	13.1	38.3
Employee profit-sharing		0.0	0.0
Income taxes	4.10 & 4.11	(8.4)	1.9
NET PROFIT/(LOSS)		91.7	131.6

PARENT COMPANY BALANCE SHEET (French GAAP)

ASSETS (€m)	Note	31/12/2018 Net	31/12/2017 Net
Intangible assets	2.2 & 3.1	36.8	36.9
Audiovisual rights		29.9	27.8
Other intangible assets		6.9	9.1
Property, plant and equipment	2.3 & 3.2	36.8	25.3
Technical facilities		7.2	6.2
Other property, plant and equipment		25.0	18.2
Property, plant and equipment under construction		4.6	0.9
Non-current financial assets	2.4 & 3.3	1,381.7	816.3
Investments in subsidiaries and affiliates		1,381.5	816.2
Other long-term investment securities		0.0	0.0
Loans receivable		0.0	0.0
Other non-current financial assets		0.2	0.1
NON-CURRENT ASSETS		1,455.3	878.5
Inventories and work in progress	2.5 & 3.4	92.0	123.7
Advance payments	2.6 & 3.5.1	139.7	117.9
Trade debtors	2.7 & 3.5.2	224.5	288.0
Other debtors	3.5.3	391.2	445.7
Short-term investments and cash	2.8 & 3.6	196.4	621.3
Prepayments	3.7	3.7	4.4
CURRENT ASSETS		1,047.5	1,601.0
Unrealised foreign exchange losses		0.0	3.1
TOTAL ASSETS		2,502.8	2,482.6

LIABILITIES AND SHAREHOLDERS' EQUITY (€m)	Note	31/12/2018	31/12/2017
Share capital		42.0	42.0
Share premium		16.8	16.5
Legal reserve		4.3	4.3
Other reserves		774.8	774.8
Retained earnings		543.0	484.8
Net profit/(loss) for the year		91.7	131.6
Restricted provisions	2.10	15.8	16.4
SHAREHOLDERS' EQUITY	3.8	1,488.4	1,470.4
PROVISIONS FOR LIABILITIES AND CHARGES	2.11 & 3.9	90.4	96.9
Bank borrowings ⁽¹⁾		0.0	0.0
Trade creditors		419.8	286.2
Tax and employee-related liabilities		214.4	209.5
Amounts payable in respect of non-current assets		123.0	149.7
Amounts payable in respect of non-current assets		8.5	4.9
Other liabilities		156.2	260.2
Deferred income		1.8	4.8
LIABILITIES	3.10	923.7	915.3
Unrealised foreign exchange gains		0.3	0.0
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,502.8	2,482.6
<i>(1) of which bank overdrafts and bank accounts in credit</i>		0.0	0.0
<i>(2) of which intra-group current accounts</i>		419.8	286.2

Parent company cash flow statement (French GAAP)

CASH FLOW STATEMENT (€m)	2018	2017
1 – Operating activities		
• Net profit for the year	91.7	131.6
• Depreciation, amortisation, provisions and impairment ^{(1) (2)}	50.5	22.2
• Investment grants released to the income statement	0.0	0.0
• Net (gain)/loss on disposals of non-current assets	(3.3)	(26.1)
Operating cash flow before changes in working capital	138.9	127.7
• Acquisitions of television programmes ⁽²⁾	(4.0)	(2.1)
• Amortisation and impairment of television programmes ⁽²⁾	5.6	2.0
• Inventories	31.6	55.4
• Trade and other operating debtors	121.8	(153.7)
• Trade and other operating creditors	(128.4)	43.2
• Advance payments received from third parties, net	(21.8)	(5.0)
Change in operating working capital needs	4.8	(60.2)
NET CASH GENERATED BY/(USED IN) OPERATING ACTIVITIES	143.7	67.5
2 – Investing activities		
• Acquisitions of property, plant & equipment and intangible assets ^{(1) (2)}	(89.4)	(77.8)
• Disposals of property, plant & equipment and intangible assets ^{(1) (2)}	1.1	0.0
• Acquisitions of investments in subsidiaries and affiliates and own shares	(548.4)	0.0
• Disposals/reductions of investments in subsidiaries and affiliates	4.1	104.8
• Net change in amounts payable in respect of non-current assets	3.5	2.4
• Net change in other non-current financial assets	0.0	0.1
NET CASH GENERATED BY/(USED IN) INVESTING ACTIVITIES	(629.1)	29.5
3 – Financing activities		
• Change in shareholders' equity	0.4	2.9
• Net change in debt	133.6	(22.6)
• Dividends paid	(73.5)	(58.6)
NET CASH GENERATED BY/(USED IN) FINANCING ACTIVITIES	60.5	(78.3)
TOTAL CHANGE IN CASH POSITION	(424.9)	18.7
Cash position at beginning of period	621.3	602.6
Change in cash position	(424.9)	18.7
Cash position at end of period	196.4	621.3

(1) Excludes television programmes recognised as non-current assets.

(2) Acquisitions, consumption, disposals and retirements of television programmes, which are accounted for as non-current assets in the parent company financial statements, are included in "Changes in operating working capital needs" in this cash flow statement in order to provide a fair representation of cash flows comparable with that presented in the consolidated financial statements.