

HALF YEAR FINANCIAL REPORT COGELEC GROUP

JUNE 30, 2022



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ABOUT COGELEC

COGELEC is a French manufacturer of GSM intercoms and access control solutions for collective and individual housing.

COGELEC is still in an international growth phase. After creating its INTRATONE GMBH subsidiary in Germany at the end of 2017, the company created an INTRATONE UK subsidiary in England at the end of the first half of 2018 and another INTRATONE BV subsidiary at the end of 2018. These companies were created with the aim of facilitating the commercialization INTRATONE products internationally. The commercial activity of the subsidiaries is still growing strongly with international turnover up 24.4% in the 1st half of 2022. In their financial statements, the subsidiaries generated 2.9 M€ in losses in the first half of 2022 compared to 3.2 M€ in the first half of 2021.

COGELEC achieved a turnover of €51.5 million in 2021. With the deployment of new subsidiaries internationally, this turnover is set to increase significantly in the years to come.

CERTIFICATE OF RESPONSIBLE

"I certify, to the best of my knowledge, that the summary consolidated accounts for the past half-year have been drawn up in accordance with the applicable accounting standards and give a faithful image of the assets, financial situation and results of all the companies included in the consolidation. , and that the half-year activity report presents an accurate picture of the significant events that occurred during the first six months of the financial year, their impact on the half-year accounts, the main transactions between related parties and that it describes the main risks and the main uncertainties for the remaining six months of the year. »

September 30, 2022
Mr Roger LECLERC
Chairman and CEO

1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS ACCORDING TO IFRS STANDARDS AT JUNE 30, 2022

1.1 CONSOLIDATED BALANCE SHEET

1.1.1 ASSETS

ASSET	Ratings	30/06/2022	31/12/2021
Intangible assets	1.6.5.1	7 178	6 857
Fixed assets	1.6.5.2	12 178	11 794
Other financial assets	1.6.5.3	666	550
Other non-current assets	1.6.5.4	6 024	5 804
Non-current tax assets	1.6.6.9		
Total non-current assets		26 045	25 006
Inventories and work in progress	1.6.5.5	17 276	15 293
Customer receivables and accounts	1.6.5.6	14 535	11 904
Other current assets	1.6.5.7	2 566	3 104
Current tax assets			147
Cash and cash equivalents	1.6.5.8	22 954	18 779
Total current assets		57 331	49 226
TOTAL ASSETS		83 377	74 232

1.1.2 LIABILITIES

PASSIVE	Ratings	30/06/2022	31/12/2021
Share capital	1.5 and	4 004	4 004
Issuance premiums	1.5	18 551	18 551
Other comprehensive income	1.5	313	-327
Consolidated reserves group share	1.5	-15 817	-12 167
Consolidated result group share	1.5	556	-3 280
Equity group share	1.5	7 607	6 782
Consolidated reserves minority interests	1.5		
Consolidated result minority share	1.5		
Equity capital share of minority interests	1.5		0
Total owner's equity		7 607	6 782
Borrowings and financial debts	1.6.5.10	23 406	20 607
Provisions for retirement commitments	1.6.5.11	370	690
Other long-term provisions	1.6.5.11	1 878	1 830
Other non-current liabilities	1.6.5.12	28 162	26 007
Non-current tax liabilities	1.6.6.9	330	343
Total non-current liabilities		54 146	49 477
Borrowings and financial debts	1.6.5.10	4 572	3 834
Trade payables and related accounts	1.6.5.12	5 319	5 412
Other current liabilities	1.6.5.12	10 752	8 727
Current tax liabilities		981	
Total current liabilities		21 623	17 973
TOTAL LIABILITIES		83 377	74 232

1.2 CONSOLIDATED INCOME STATEMENT

	Ratings	30/06/2022	30/06/2021
TURNOVER	1.6.6.1	29 993	26 133
Other products of the activity		4	3
Consumed purchases	1.6.6.3	-10 624	-9 804
Staff costs	1.6.6.4	-10 093	-9 078
External charges	1.6.6.5	-5 282	-4 072
Dues and taxes		-421	-244
Additions / Depreciation reversals	1.6.5.1 and	-2 053	-2 089
Additions / Reversals of provisions and depreciation		-38	-481
Change in inventories of products in progress and finished products	1.6.5.5 and	526	607
Other current operating income and expenses	1.6.6.6	203	268
CURRENT OPERATING INCOME		2 214	1 243
Other operating income and expenses	1.6.6.7	-207	-3 463
OPERATING INCOME		2 007	-2 220
Income from cash and cash equivalents		13	11
Cost of gross financial debt		-134	-110
Cost of net financial debt	1.6.6.8	-121	-99
Other financial income and expenses	1.6.6.8	-102	315
Tax charges		-1 229	-190
Share of profit of other companies accounted for using the equity			
CONSOLIDATED NET INCOME		556	-2 194
Group share		556	-2 194
Minority share			
BASIC NET EARNINGS PER SHARE	1.6.6.10	0,0654	-0,2583
DILUTED NET EARNINGS PER SHARE	1.6.6.10	0,0654	-0,2583

1.3 COMPONENTS OF THE GLOBAL RESULT

	30/06/2022	30/06/2021
RESULT OF THE PERIOD	556	-2 195
Items recyclable in the income statement		
Conversion differences	158	-289
Taxes on items recognized directly in equity		
Items not recyclable in the income statement		
Taxes on items recognized directly in equity	-54	-22
Actuarial differences	210	87
Income and expenses recognized directly in equity		
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	313	-224
OVERALL RESULT FOR THE PERIOD	869	-2 419
Group share	869	-2 419
Minority share		

1.4 CONSOLIDATED STATEMENT OF CASH FLOWS

	Ratings	30/06/2022	30/06/2021
CASH FLOW RELATED TO ACTIVITY			
Net income from continuing operations	1.5	556	-2 195
Net depreciation and provisions	1.6.5.1-	1 937	4 749
Grant takeovers	1.6.5.2-	-266	-282
Share of prepaid income included in income	1.6.6.6	-1 600	-1 370
Gains and losses on disposals	1.6.5.12	102	19
Exchange difference on reciprocities	1.6.6.7	159	-285
Cash flow after cost of net financial debt and tax		887	636
Cost of net financial debt	1.6.6.8	121	100
Tax expense (including deferred taxes)		1 110	82
Cash flow before cost of net financial debt and tax		2 118	817
Taxes paid		-120	-342
Change in working capital requirement related to the activity:			
- Other non-current assets		-224	-1 041
- Inventory		-1 983	-97
- Clients		-2 642	35
- Other current assets (excluding loans and guarantees)		534	484
- Other non-current liabilities		2 169	2 295
- Suppliers		-187	1 172
- Other current liabilities		3 897	1 634
	Total	1 563	4 481
Net cash flow generated by the activity		3 561	4 956
CASH FLOW FROM INVESTING OPERATIONS			
Acquisitions of fixed assets (1)		-1 764	-3 086
Disposals of fixed assets	1.6.6.7		—
Change in loans and advances granted		-114	-6
Net cash flow from investing activities		-1 878	-3 092
CASH FLOW FROM FINANCING OPERATIONS			
Dividends paid to shareholders of the parent company	1.5		
Capital increase in cash	1.5		
Own shares	1.5	27	19
Loan issues (1)	1.6.5.10	4 610	11 185
Loan repayments	1.6.5.10	-1 995	-2 089
Cost of net financial debt	1.6.6.8	-121	-100
Net cash flow from financing activities		2 521	9 016
CHANGE IN CASH		4 205	10 880
Opening cash	1.6.5.8	18 763	12 056
Closing cash	1.6.5.8	22 954	22 958
Change in translation differences		14	-21
Change in cash		4 205	10 880

(1) Excluding new finance leases and operating leases for €1,038k at 06/30/2022 and €261k at 06/30/2021.

1.5 TABLE OF CHANGES IN EQUITY

	Capital social	Premiums	Others elements result overall	Reservations	Result of exercise	Total capital clean	Interests minority	Capital clean band
Au December 31, 2020	4 004	18 551	189	-8 298	-4 020	10 426	0	10 426
Movements:								
Allocation result N-1			-189	-3 832	4 020			
Own shares				-222		-222		-222
Actuarial differences			+64			64		64
Exchange difference			-289			-289		-289
Consolidated result					-2 195	-2 195		-2 195
Au June 30, 2021	4 004	18 551	-225	-12 351	-2 195	7 784	—	7 784

	Capital social	Premiums	Others elements result overall	Reservations	Result of exercise	Total capital clean	Interests minority	Capital clean band
Au December 31, 2021	4 004	18 551	-327	-12 167	-3 280	6 782	0	6 782
Movements:								
Allocation result N-1			327	-3 606	3 280			
Own shares				-43		-43		-43
Actuarial differences			+156			156		156
Exchange difference			158			158		158
Consolidated result					556	556		556
Au June 30, 2022	4 004	18 551	313	-15 817	556	7 607	—	7 607

1.6 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unless otherwise indicated, the amounts mentioned in this note are in thousands of euros)

1.6.1. PRESENTATION OF THE GROUP AND IMPORTANT EVENTS

1.6.1.1 Information relating to the Company and its business

COGELEC is a public limited company (SA). The accounts drawn up according to the IFRS referential include the parent company COGELEC and its subsidiaries.

The situation has a duration of six months covering the period from January 1 to June 30.

Head office address: 370 rue Maunit, Mortagne-sur-Sèvre (85290), France.

Trade and Companies Register number: 433 034 782.

COGELEC is a French manufacturer of telephone intercoms and access control solutions.

COGELEC and its subsidiaries are hereinafter referred to as the “Company” or the “Group”.

As part of its export development, on December 4, 2017, COGELEC subscribed 100% to the capital of INTRATONE GmbH. Its head office is in Düsseldorf and the company was registered on December 28, 2017. On February 12, 2018, COGELEC subscribed to the capital of INTRATONE UK Limited, whose head office is in London. On October 29, 2018, COGELEC subscribed to the capital of INTRATONE BV, headquartered in Amsterdam.

1.6.1.2 Highlights of the 1st half of 2022

Solid business growth in France and Europe

Revenue for the 1st half of 2022 amounted to €30.0 million, up 14.8% compared to the 1st half of 2021, confirming the sustained commercial momentum over the entire period. The Group won new market shares in France and Europe despite cautious investment decisions in joint ownership, postponements of construction sites by developers in France and persistent difficulties in the supply of electronic components.

Activities in France recorded revenue of €26.1 million during this period, up 13.5%. Activities in Europe are up 24.4% with revenue of €3.9 million, compared to €3.1 million in the first half of 2021.

Subscriptions amounted to €7.9 million and represented, at the end of June 2022, 26% of turnover, up 20.6% compared to the same period of the previous financial year and increasing continuously since more than 10 years, demonstrating the strong recurrence of the pattern.

An increasing EBITDA and a return to financial equilibrium

The gross margin increased to €19.9 million (66.3% of sales), thanks to the Group's good resistance to the rise in the cost of raw materials and a price increase applied during the period.

The Group had 303 employees as of June 30, 2022. The 11.2% increase in personnel costs is linked to various compensation elements in line with the Group's growth. Similarly, external expenses mainly include commissions on sales and costs related to external services. EBITDA thus amounted to €4.1 million, up 8.5%.

Other non-current operating income and expenses decreased over the half-year. The costs relating to the depreciation linked to the postponement of the launch of Kibolt had been recognized in non-current operating expenses in the amount of €3.4 million in the 1st half of 2021.

Current operating income amounted to €2.2 million, up 78.3%. After taking into account the tax charge, the net result is positive at €0.6 million.

As of June 30, 2022, equity stood at €7.6 million. The financial debt under IFRS standards is €28.0 million and notably includes the PGE subscribed in April 2021 for €9 million. At the end of the first half of 2022, the Group had gross cash of €23.0 million.

In the first half of 2022, the Group took out €4.6 million in bank loans from three financial partners. These loans were all taken out at fixed rates between 0.49% and 0.90% for a period of seven years.

Finally, the final acceptance of the extension of the Mortagne sur Sèvre building initiated in 2020 and financed by property leasing for an amount of €3.6 million is scheduled for the second half of 2022.

Covid-19

Due to the health crisis linked to the spread of Covid-19, which was still very critical at the start of 2021, in April 2021 the Company entered into a state-guaranteed loan agreement (PGE) for nine million euros. euros in order to maintain its level of cash. Furthermore, the Group had not requested a postponement of its social, tax and credit deadlines. In April 2022, the group chose to extend the PGE for €9 million, the reimbursement of which will begin in April 2023, after a two-year deferral, for a period of four years, i.e. until 2027

It should be noted that certain European countries, in particular Germany and the United Kingdom, were more widely impacted by the various confinements at the start of 2021.

1.6.1.3 Summary and outlook

Continued growth in France and Europe

On the strength of the continuous growth of its installed base, a diversified and innovative service offer, a favorable evolution of its product mix for more recurrence, COGELEC confirms its ambition of growth in turnover of more than 10 % for the whole of the 2022 financial year. In a context of inflationary pressures on raw materials, the Group also confirms the improvement in its consolidated EBITDA over this same period.

Regarding the war in Ukraine, COGELEC is not directly affected (no subsidiary and no activity in Ukraine). However, the COGELEC Group could be impacted by the indirect consequences of this war, particularly in the event of general price inflation.

1.6.2 MAIN RISKS AND UNCERTAINTIES TO COME

The risk assessment, referring to the information mentioned in the report on the 2021 financial statements, in the chapter “Assessment of risk factors”, is unchanged.

1.6.3 POST BALANCE SHEET EVENTS

No post closing event to mention.

1.6.4 ACCOUNTING PRINCIPLES, RULES AND METHODS

The financial statements are presented in thousands of euros unless otherwise indicated. Roundings are made for the calculation of certain financial data and other information contained in these accounts. Consequently, the figures given as totals in certain tables may not be the exact sum of the figures which precede them.

1.6.4.1 Declaration of conformity

The Company has prepared its accounts, approved by the Board of Directors on September 28, 2022, in accordance with the standards and interpretations published by the International Accounting Standards Boards (IASB) and adopted by the European Union on the date of preparation of the statements. financial statements, and presented with a comparison of the 2021 financial year established according to the same reference system.

This repository, available on the European Commission website (http://ec.europa.eu/internal_market/accounting/ias_fr.htm), includes international accounting standards (IAS – International Accounting Standards and IFRS – International Financial Reporting Standards), the interpretations of the Standing Interpretations Committee (SIC) and the International Financial Reporting Interpretations Committee (IFRIC).

The general principles, accounting methods and options adopted by the Group are described below.

1.6.4.2 Principle of preparation of financial statements

The half-year financial statements, presented in summary form, have been prepared in accordance with international accounting standard IAS 34 (“Interim financial reporting”), as adopted by the European Union, which allows a selection of explanatory notes to be presented.

The half-yearly financial statements do not include all the information and annexes as presented in the annual financial statements, they are summarized accounts.

As these are condensed financial statements, they do not include all the information required by IFRS and must be read consistently with the Group's annual consolidated financial statements as of December 31, 2021. With the exception of the specifics of the IAS standard 34 and the new standards applicable as of January 1, 2022 listed below, the accounting principles applied for the preparation of the condensed interim consolidated financial statements as of June 30, 2022 are identical to those applied in the annual consolidated financial statements as of December 31, 2021. The main areas judgment and estimates for the preparation of the condensed half-year financial statements are identical to those detailed in the 2021 consolidated financial statements.

The Company's financial statements have been prepared according to the historical cost principle with the exception of certain categories of assets and liabilities in accordance with the provisions laid down by IFRS standards. The categories concerned are mentioned in the following notes.

1.6.4.3 Business continuity

The principle of going concern has been adopted by the Board of Directors on the basis of cash available at June 30, 2022, which should cover its projected cash requirements for the next 12 months.

1.6.4.4 Accounting methods

The accounting principles used are identical to those used for the preparation of the annual IFRS financial statements for the financial year ended December 31, 2021, with the exception of the application of the following new standards, amendments to standards and interpretations adopted by the European Union, mandatory for the Company as of January 1, 2022:

Standards, amendments to standards and interpretations applicable from the fiscal year beginning on January 1, 2022

- Amendments to IAS 16 – Proceeds Prior to Intended Use
- Amendments to IAS 37 - Onerous Contracts - Contract Fulfillment Costs
- Amendments to IFRS 3 – Reference to the conceptual framework
- Annual improvements (2018-2020 cycle) - Annual improvements to IFRS standards 2018-2020 cycle (Standards concerned: IFRS 1, IFRS 9, IFRS 16 and IAS 41)

These amendments to standards have no impact on the Group's financial statements.

Standards, interpretations and amendments applicable in advance on option

The Group has not applied in advance the following standards, interpretations and amendments, the application of which is not mandatory as of June 30, 2022:

- Amendments to IAS 1 and the Statement of Practice in IFRS 2 – Disclosure of Accounting Policies
- Amendments to IAS 8 – Definition of an Accounting Estimate
- IFRS 17 – Insurance contracts
- Amendments to IFRS 17 – Amendment to IFRS 17

These amendments to standards have no impact on the Group's financial statements.

1.6.4.5 Estimates and assumptions

The company's management reviews its estimates and assessments on a regular basis on the basis of its past experience as well as various other factors deemed reasonable in view of the circumstances. These form the basis of its assessments of the book value of items of income and expenses and of assets and liabilities. These estimates affect the amounts of income and expenses and the values of assets and liabilities. It is possible that the actual amounts subsequently prove to be different from the estimates used.

1.6.4.6 Group companies as of June 30, 2022

As of June 30, 2022, the Group is made up of 4 fully consolidated entities.

Entities	Methods of consolidation	% interest	% control	The head office	Country
COGELEC	GI	100,00 %	100,00 %	MORAGNE SUR SEVRE	France
INTRATONE GMBH	GI	100,00 %	100,00 %	DUSSELDORF	Germany
INTRATONE UK	GI	100,00 %	100,00 %	LONDON	UK
INTRATONE BV	GI	100,00 %	100,00 %	AMSTERDAM	Netherlands

The scope, integration methods, percentages of interest and control are identical to the financial statements closed on 31/12/2021 and 30/06/2021.

1.6.5 DETAILS OF THE STATEMENT OF FINANCIAL POSITION

1.6.5.1 Intangible assets

Change in gross intangible assets (in K€)

Raw values	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020	15 905	1 780	1 479	19 165
Acquisitions		73	945	1 018
Disposals		-21	-19	-40
Station-to-station transfer	206	-87	-119	
Change in scope				
Au June 30, 2021	16 112	1 745	2 286	20 143
Au December 31, 2021	15 046	1 919	2 542	19 507
Acquisitions	59	429	840	1 328
Disposals		-59	-65	-124
Station-to-station transfer	898	15	-913	
Change in scope				
Au June 30, 2022	16 003	2 303	2 405	20 711

Change in amortization of intangible assets (in K€)

Depreciations	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020	10 523	992		11 516
Acquisitions	911	80		991
Disposals		-20		-20
Impairments net of reversals	870			870
Station-to-station transfer				
Change in scope				
Au June 30, 2021	12 304	1 053		13 357
Au December 31, 2021	11 425	1 225		12 650
Acquisitions	708	211		920
Disposals		-20		-20
Impairments net of reversals	-17			-17
Station-to-station transfer				
Change in scope				
Au June 30, 2022	12 117	1 417		13 533

Change in net intangible assets (in K€)

Net worth	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020	5 382	788	1 479	7 649
Au June 30, 2021	3 808	693	2 286	6 786
Au December 31, 2021	3 622	694	2 542	6 857
Au June 30, 2022	3 887	886	2 405	7 178

Intangible assets do not include any assets with an indefinite useful life.

Intangible fixed assets in progress relate to various projects whose commissioning is planned within the next two years.

At the annual closing on December 31, 2021, Management had carried out impairment tests in accordance with IAS 36, which had led it to identify impairment losses on its intangible assets resulting from development for an amount of 156 K€ of which 26 K€ of depreciation affected the result for the 2021 financial year. Thus, the exit button project for Persons with Reduced Mobility has been fully depreciated since December 31, 2021.

In the first half of 2022, Management performed new impairment tests. These tests did not lead to the identification of new impairment losses on intangible fixed assets resulting from development. On the other hand, the depreciation of the Exit button project was reversed for €17,000 in line with the drop in the net book value.

In the first half of 2021, Management also carried out impairment tests. These tests had led to the identification of impairment losses on intangible fixed assets resulting from development, for an amount of €957,000. This impairment had been recognized as of June 30, 2021. It was reversed as of December 31, 2021 in exchange for the scrapping of the fixed assets concerned.

Flows on intangible assets recognized in accordance with IFRS 16 are as follows:

Raw values	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020		219		219
Acquisitions				
Disposals		-21		-21
Station-to-station transfer				
Change in scope				
Au June 30, 2021		197		197
Au December 31, 2021		269		269
Acquisitions		333		333
Disposals		-59		-59
Station-to-station transfer				
Change in scope				
Au June 30, 2022		543		543

Depreciations	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020		35		35
Acquisitions		36		36
Disposals		-20		-20
Station-to-station transfer				
Change in scope				
Au June 30, 2021		51		51
Au December 31, 2021		97		97
Acquisitions		77		77
Disposals		-20		-20
Station-to-station transfer				
Change in scope				
Au June 30, 2022		154		154

Net worth	Costs development	Others fixed assets incorporeal	fixed assets intangible in Classes	TOTAL
Au December 31, 2020		184		184
Au June 30, 2021		146		146
Au December 31, 2021		172		172
Au June 30, 2022		389		389

1.6.5.2 Tangible fixed assets

Change in gross tangible fixed assets (in K€)

Raw values	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020	213	5 097	6 040	3 687	1 574	16 610
Acquisitions		6	305	349	1 520	2 180
Disposals			-4	-174		-178
Station-to-station transfer				-44	-129	(173)
Change in scope						
Au June 30, 2021	213	5 103	6 340	3 818	2 965	18 439
Au December 31, 2021	213	6 276	6 054	3 944	3 645	20 132
Acquisitions		371	222	437	541	1 570
Disposals		-29		-373		-401
Station-to-station transfer			131	410	-541	
Change in scope						
Au June 30, 2022	213	6 618	6 406	4 418	3 646	21 301

Change in depreciation of property, plant and equipment (in K€)

Depreciations	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020		1 530	3 624	1 887		7 041
Endowments		238	442	417		1 096
Covers			-4	-134		-138
Impairments net of reversals			644		116	760
Station-to-station transfer				-44		-44
Change in scope						
Au June 30, 2021		1 768	4 706	2 126	116	8 716
Au December 31, 2021		2 057	3 901	2 379		8 337
Endowments		333	414	385		1 133
Covers		-29	—	-319		-348
Impairments net of reversals						
Station-to-station transfer						
Change in scope						
Au June 30, 2022		2 362	4 315	2 445		9 122

Change in net tangible fixed assets (in K€)

Net worth	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020	213	3 567	2 416	1 800	1 574	9 569
Au June 30, 2021	213	3 335	1 635	1 693	2 849	9 723
Au December 31, 2021	213	4 218	2 153	1 565	3 645	11 794
Au June 30, 2022	213	4 256	2 091	1 973	3 646	12 178

As of June 30, 2021, the company depreciated part of its stock of Kibolt equipment for an amount of €644,000 and its fixed assets in progress relating to Kibolt equipment for €116,000. These impairments recognized as of June 30, 2021 were reversed in the second half of 2021. In return, the fixed assets concerned were scrapped.

Cash flows on property, plant and equipment recognized in accordance with IFRS 16 are as follows:

Raw values	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020	213	5 097	25	1 621		6 955
Acquisitions		6		255		261
Disposals				-173		-173
Station-to-station transfer					2 181	
Change in scope						2 181
Au June 30, 2021	213	5 103	25	1 702	2 181	9 224
Au December 31, 2021	213	6 276	25	1 698	3 233	11 444
Acquisitions		371		333		704
Disposals		(29)		-373		-401
Station-to-station transfer						
Change in scope						
Au June 30, 2022	213	6 618	25	1 658	3 233	11 747

Depreciations	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020		1 530	25	719		2 275
Endowments		238		263		501
Covers				-134		-134
Station-to-station transfer						
Change in scope						
Au June 30, 2021		1 768	25	849		2 642
Au December 31, 2021		2 057	25	961		3 044
Endowments		333		255		588
Covers		(29)		-319		-348
Station-to-station transfer						
Change in scope						
Au June 30, 2022		2 362	25	897		3 284

Net worth	Lands	Buildings	Facilities techniques, materials and tools	Others fixed assets bodily	fixed assets bodily in Classes	TOTAL
Au December 31, 2020	213	3 567		901		4 680
As of June 30, 2021	213	3 335		854	2 181	6 582
Au December 31, 2021	213	4 218		737	3 233	8 400
As of June 30, 2022	213	4 256		761	3 233	8 463

Disposals are related to the purposes of contracts restated under IFRS 16, which give rise to the exit of the corresponding rights of use.

1.6.5.3 Other financial assets

In thousands of €	30/06/2022	31/12/2021
Other fixed securities (1)	200	200
Loans (2)		38
Loan impairment (2)		-38
Deposits and guarantees (3)	466	350
TOTAL	666	550

- (1) Bank shares
 (2) DIAMO loan for €38,000 in N-1
 (3) Deposits and guarantees correspond to sums paid on BPI loans and rent guarantees.

1.6.5.4 Other non-current assets

In thousands of €	30/06/2022	31/12/2021
Customers > 1 year	3 666	3 459
Impairment of customers	-8	-92
Prepaid expenses > 1 year	2 366	2 437
TOTAL	6 024	5 804

Breakdown of trade receivables net of impairment

	30/06/2022	31/12/2021
Doubtful debts	10	110
Impairment of bad debts	-8	-92
Trade receivables on rental contracts	3 656	3 349
TOTAL	3 658	3 367

Bad debts are depreciated at 100%.

Prepaid expenses

They correspond to SIM cards purchased under global supply contracts. These purchases are spread over the duration of the commitment, corresponding to the subscription packages.

1.6.5.5 Inventory

Change in net inventories and work-in-progress

In thousands of €	30/06/2022	31/12/2021
Raw materials and other supplies	10 065	8 369
In production	5 412	4 290
Intermediate and finished products	2 488	3 083
Impairment provision	-689	-450
TOTAL	17 276	15 293
Changes in provisions for impairment	30/06/2022	31/12/2021
Opening value	450	726
Increase	255	140
Decrease	-16	-415
Closing value	689	450

Raw materials and other supplies consist of components.

The increase in the stock of raw materials is explained by the increase in purchases of components in order, on the one hand, to avoid a possible shortage which is confirmed among suppliers, and on the other hand, to anticipate the increase in rates linked to the increase in direct labor at all subcontractors.

Work in progress consists of sub-assemblies (electronic boards, etc.) intended to be incorporated into equipment sold or incorporated into contracts. The increase in the item comes from new products and unreached markets.

Finished products include equipment (plates, remote controls, modules, etc.) which are sold separately or which are incorporated into a global contract offer (equipment and services).

The provision for depreciation of inventories concerns inventories of raw materials, work in progress and finished products.

1.6.5.6 Trade receivables and other current receivables

Receivables

In thousands of €	30/06/2022	31/12/2021
Gross trade receivables	14 548	11 916
Impairment provision	-13	-13
TOTAL	14 535	11 904

Breakdown of trade receivables net of impairment:

	30/06/2022	31/12/2021
Ordinary trade receivables	12 775	10 283
Impairment of ordinary trade receivables	(13)	(13)
Trade receivables on rental contracts	1 772	1 634
TOTAL	14 535	11 904

The provision for impairment of customers is mainly established on a case-by-case basis according to the estimated risk of non-recovery. This credit risk assessment is based on past experience, the level of anteriority of receivables whose maturity has passed, as well as on the payment terms granted.

The receivables are of a commercial nature and as such, the group has opted for the simplification measures applicable to the calculation of the provision for expected losses and recommended by IFRS 9.

Schedule of trade receivables

The breakdown of trade receivables by maturity is as follows:

As of 06/30/2022	Balance sheet value	Not due	Due		
			< 90d	>90d <6 months	> 6 months
Trade receivables (non-current assets)	3 658	3 656			2
Trade receivables (current assets)	14 535	11 554	2 807	29	146
TOTAL	18 193	15 210	2 807	29	147

As of 12/31/2021	Balance sheet value	Not due	Due		
			< 90d	>90d <6 months	> 6 months
Trade receivables (non-current assets)	3 367	3 349			18
Trade receivables (current assets)	11 904	8 965	2 799	43	96
TOTAL	15 270	12 314	2 799	43	114

1.6.5.7 Other current assets

In thousands of €	06/30/2022	31/12/2021
Loans	1	2
loan impairment		
Deposits and guarantees	5	5
Advances and installments paid	143	92
Social claims	37	66
Tax receivables	1 056	1 533
Other operating receivables	372	510
Prepaid expenses	953	895
TOTAL	2 566	3 104

Loans are detailed as follows:

Loans	06/30/2022	31/12/2021
Staff loans	1	2
TOTAL	1	2

Other receivables are detailed as follows:

Other receivables	06/30/2022	31/12/2021
Receivables related to CIR and CII	151	379
Debtor Suppliers and AAR	99	132
Various debtors	122	
TOTAL	372	510

Other receivables are valued at their nominal value after deduction of provisions calculated according to the effective possibilities of recovery.

Tax receivables mainly consist of deductible VAT as well as VAT on provisions. Prepaid expenses relate to current expenses and correspond mainly to SIM cards whose subscription packages are spread over the duration of the commitment and to expenses for fairs & exhibitions, maintenance and bonuses. insurance.

Miscellaneous debtors correspond to payments pending reimbursement.

Research tax credit (“CIR”) and innovation tax credit (“CII”)

COGELEC SA benefits from the provisions of Articles 244 quater B and 49 septies F of the General Tax Code relating to the research tax credit and the innovation tax credit. These are recognized as grants in the “Other current liabilities” and “Other non-current liabilities” categories according to the grant recovery plan. This subsidy is reversed at the same rate as the amortization of the projects to which it relates. The receivable is down because the Group has not developed any new project eligible for CIR & CII over the period. It therefore only corresponds to expenses incurred in connection with the continuation of existing projects.

The other current assets have a maturity of less than one year.

1.6.5.8 Cash and cash equivalents

In thousands of €	30/06/2022	31/12/2021
Term accounts	5 250	6 950
Availability	17 704	11 829
Total closing cash	22 954	18 779
Bank overdrafts	0	-15
Total closing net cash	22 954	18 763

Term accounts are available immediately.

1.6.5.9 Equity

Change in capital

	01/01/2022	Increase	Reduction	30/06/2022
Number of actions	8 898 048			8 898 048
of which ordinary shares	3 550 963			3 550 963
of which shares with double voting rights	5 347 085			5 347 085
nominal in €	0,45			0,45
Capital in euros	4 004 122			4 004 122

Capital management and dividend distribution

There was no distribution of dividends over the period.

1.6.5.10 Current and non-current financial debt

In thousands of €	30/06/2022	31/12/2021
Bank loans	16 924	14 200
Debts on finance leases	4 351	4 571
Debts on operating leases	2 131	1 836
Non-current borrowings and financial debts	23 406	20 607
Bank loans	2 916	2 301
Accrued interest not due	12	3
Bank overdrafts		15
Debts on finance leases	561	495
Debts on operating leases	1 082	1 020
Current borrowings and financial debts	4 572	3 834
TOTAL	27 978	24 441

Breakdown of financial debt by maturity

In thousands of €	share at less than 1 year	Share from 1 to 5 years	Share more than 5 years	TOTAL
Au June 30, 2022				
Bank loans	2 916	15 438	1 486	19 840
Accrued interest not due	12			12
Bank overdrafts				
Leasing debts	561	2 205	2 145	4 912
Debts on operating leases	1 082	2 007	124	3 213
Borrowings and financial debts	4 572	19 650	3 755	27 978
<i>Current financial debts</i>				4 572
<i>Non-current financial debts</i>				23 406

In thousands of €	share at less than 1 year	Share from 1 to 5 years	Share more than 5 years	TOTAL
Au December 31, 2021				
Bank loans	2 301	13 441	759	16 501
Accrued interest not due	3			3
Bank overdrafts	15			15
Leasing debts	495	2 360	2 211	5 066
Debts on operating leases	1 020	1 686	149	2 855
Borrowings and financial debts	3 834	17 487	3 120	24 441
<i>Current financial debts</i>				3 834
<i>Non-current financial debts</i>				20 607

Reconciliation between the balance sheet value and the redemption value

Reconciliation balance sheet value / redemption value (in thousands of €)	Redemptio n value	Amortized cost	Just value	TOTAL
Au June 30, 2022				
Bank loans	19 840			19 840
Accrued interest not due	12			12
Bank overdrafts				
Leasing debts	4 912			4 912
Debts on operating leases	3 213			3 213
Borrowings and financial debts	27 978			27 978

Reconciliation balance sheet value / redemption value (in thousands of €)	Redemptio n value	Amortized cost	Just value	TOTAL
Au December 31, 2021				
Bank loans	16 501			16 501
Accrued interest not due	3			3
Bank overdrafts	15			15
Leasing debts	5 066			5 066
Debts on operating leases	2 855			2 855
Borrowings and financial debts	24 441			24 441

Raw values	Loans banking	Loans Oseo	Interests accrued Nope	Discoveries banking	Debts on finance leases	Debts on operating leases	Debts financial various	TOTAL
Au December 31, 2020	10 305	0	4	0	2 136	2 140	0	14 584
New	9 000		4	4	2 181	261		11 449
Refunds	-1 484				-150	-495		-2 129
Exercise variation								0
Exchange difference						20		20
Au June 30, 2021	17 821	0	8	4	4 167	1 925	0	23 924
Au December 31, 2021	16 501	0	3	15	5 066	2 856	0	24 441
New	4 600		10	0		1 038		5 647
Refunds	-1 260			-15	-154	-673		-2 104
Exercise variation								0
Exchange difference						-7		-7
Au June 30, 2022	19 840	0	12	0	4 912	3 213	0	27 978

The Group took out €9 million in PGE in April 2021, the reimbursement of which will begin in April 2023, after a two-year deferral, for a period of four years, i.e. until 2027.

The Group also benefited from €4.6 million in bank loans from three different financial partners in the first half of 2022. These loans were all taken out at fixed rates between 0.49% and 0.90% and have a term of seven years. .

In the first half of 2021, the new finance lease debt corresponded to the completion of extension work on the existing property. The expenses incurred as of June 30, 2021 had been re-invoiced to the lessor for an amount of €2.2 million. €1 million of additional expenditure was incurred in the second half of 2021. The investment project amounts to €3.6 million overall and should be commissioned in the second half of 2022.

As of June 30, 2022, new operating lease debt mainly corresponds to €333,000 of new rights of use relating to software and €402,000 of new debt on the rental of offices in Germany following the renewal of the five-year contract. . Repayments of debts on operating leases include €93,000 of early termination of contracts.

1.6.5.11 Provisions

Provisions for retirement commitments

Commitments to personnel consist of the provision for end-of-career indemnities.

This commitment only concerns employees governed by French law. The main actuarial assumptions used for the valuation of retirement benefits are as follows:

Hypotheses	30/06/2022	31/12/2021
Discount rate reference	IBOXX corporate AA rate + 10 years	
Discount rate	3.22%	0.87%
Mortality table	INSEE 2014-2016	INSEE 2014-2016
Wage growth	4% decreasing	4% decreasing
Turnover rate	2.90%	3.00%
retirement age	65 years	65 years

The provision for retirement commitments changed as follows:

In thousands of €	Commitments of retirement
Au December 31, 2020	794
Endowments	94
Covers	
Change in scope	
Actuarial losses and gains	-87
Au June 30, 2021	802
Au December 31, 2021	690
Endowments	
Covers	-110
Change in scope	
Actuarial losses and gains	-210
Au June 30, 2022	370

Other long-term provisions

In thousands of €	Provision after-sales	Allowance for taxes	Provisions for disputes	Provisions for losses	TOTAL
Au December 31, 2020	589	13	335		937
Endowments	89		225	624	938
Covers	0	0			0
Change in scope					
Au June 30, 2021	678	13	560	624	1 875
Au December 31, 2021	616	0	1 214	0	1 830
Endowments	48		0		48
Covers	0	0			0
Change in scope					
Au June 30, 2022	664	0	1 214	0	1 878

In accordance with IAS37, the Group has made provisions for losses in the first half of 2021 corresponding to orders committed but not yet received relating to Kibolt. These deliveries took place in the second half of 2021.

As of June 30, 2022, provisions for disputes consisted of €1,084,000 in commercial disputes and €130,000 in industrial tribunal disputes. Indeed, COGELEC had to terminate the contract awarded to a general contractor for the construction of the extension of its premises after noting the cessation of the intervention of its subcontractors on its site. Indeed, this work stoppage followed the non-payment by the general contractor for the work carried out by the subcontractors on the COGELEC site and which has not been completed to date. Given the complex legal context and the uncertain outcome of this case, the Group established a provision for risks of €1,059 thousand at the end of 2021, maintained at June 30, 2022.

1.6.5.12 Other debts

Other non-current liabilities

Non-current liabilities mainly consist of deferred income on prepaid contracts.

In thousands of €	30/06/2022	31/12/2021
Social security and tax debts		
Advances and installments received		
Other debts		
Deferred income (1)	28 162	26 007
TOTAL	28 162	26 007
(1) of which		
Prepaid contract liabilities	27 293	24 972
Subscription contract liabilities	2	23
CIR and CII	847	987
Investment grants	20	25
	28 162	26 007

Payables

In thousands of €	30/06/2022	31/12/2021
Payables	5 042	5 232
Capital debts	277	180
TOTAL	5 319	5 412

Other current liabilities

In thousands of €	30/06/2022	31/12/2021
Social security and tax debts	4 592	3 468
Advances and installments received		
Other debts	1 813	1 964
Deferred revenue	4 347	3 296
TOTAL	10 752	8 727
of which prepaid contract liabilities*	3 091	2 753
* of which recovery of prepaid contract	1 600	2 850
* of which new prepaid contract liabilities	4 259	7 360

The increase in social security and tax liabilities is linked to the employee profit-sharing provisioned at June 30, 2022 for €0.6 million (including social allowance) and the increase in the provision for paid leave for €0.3 million.

Prepaid income increased in line with PCAs on subscriptions (+€0.7 million).

	06/30/2022	31/12/2021
new prepaid contract liabilities	4,300	7,400
liability recovery of prepaid contracts	-1,600	-2,800
variation over the period (current/ non-current)	2,700	4,600

1.6.6 INCOME STATEMENT
1.6.6.1 Revenue

Revenue for the two periods presented is as follows:

In thousands of €	30/06/2022	30/06/2021
Equipment sales	22 079	19 571
Sales of services	7 915	6 562
TOTAL	29 993	26 133

In thousands of €	30/06/2022	30/06/2021
France	26 128	23 026
export	3 865	3 107
TOTAL	29 993	26 133

1.6.6.2 Alternative performance indicators

GROSS MARGIN

In thousands of €	30/06/2022	30/06/2021
Turnover	29 993	26 133
Other products of the activity	4	3
Consumed purchases	(10 624)	(9 804)
Change in inventories of products in progress and finished products	526	607
GROSS MARGIN	19 900	16 939
<i>As a percentage of turnover</i>	66,3 %	64,8 %

EBITDA

In thousands of €	30/06/2022	30/06/2021
Operating income	2 007	(2 221)
Depreciation and amortization	2 053	2 089
Provisions and impairment net of reversals	—	3 921
EBITDA 1	4 060	3 790
<i>As a percentage of turnover</i>	13,5 %	14,5 %

1 EBITDA is defined by COGELEC as operating profit before depreciation and amortization, provisions and impairment net of reversals.

1.6.6.3 Purchases consumed

In thousands of €	30/06/2022	30/06/2021
Purchases of raw materials	-10 746	-9 244
Change in raw material inventories	1 696	746
SIM card purchases	-1 448	-1 124
Purchases not stocked	-394	-377
Transport on purchases	-54	-56
Immobilised production	324	251
TOTAL	-10 624	-9 804

Non-stocked purchases mainly include prototypes and small tools for the design office, as well as fuel.

1.6.6.4 Personnel costs and headcount

In thousands of €	30/06/2022	30/06/2021
Wages	-5 903	-6 092
Change in provision for paid leave	-267	-253
Premiums	-1 053	-515
Allowances & miscellaneous benefits	-413	-341
Social charges	-2 641	-2 551
Employee participation	-528	
Subsidies and transfers of personnel costs	152	184
Immoblised production	560	490
TOTAL	-10 093	-9 078

Group workforce

	30/06/2022	30/06/2021
Frames	92	82
Employees (1)	172	182
Workers	35	35
Apprentices	8	5
TOTAL	306	304

The workforce presented is an average workforce calculated according to the Social Security Code and does not include, where applicable, temporary workers.

(1) IT GmbH, IT UK and IT BV employ 21, 18 and 15 employees respectively as of June 30, 2022 (i.e. an average workforce in 2022 of 25, 17 and 15 employees respectively). In these countries, there are no professional categories as presented above. The employees were therefore integrated into the employees for a total number of 57.

1.6.6.5 External loads

In thousands of €	30/06/2022	30/06/2021
Remuneration of intermediaries and fees	-1 507	-1 250
Advertising	-1 081	-835
Travel, missions and receptions	-532	-200
Rentals	-184	-148
Transport on sales	-352	-307
Temporary staff	-706	-395
Other positions	-921	-937
TOTAL	-5 282	-4 072

Fees mainly consist of H.R.C. technical and marketing management services, accounting, legal and consultancy fees (particularly for studying patents) and intellectual services related to the projects developed.

H.R.C. amounted to €428 thousand as of June 30, 2022 compared to €391 thousand as of June 30, 2021 (see note 2.6.1). Part of these fees is offset by capitalized production for €89,000 as of June 30, 2021 (nil as of June 30, 2022).

In addition, the Group paid commissions on sales and incurred an increase in statutory auditors' fees as well as training costs.

Advertising costs are made up of expenses for fairs & exhibitions, insertions in the press and communication/marketing. The health crisis had considerably slowed down participation in fairs in the first half of 2021.

The increase in travel, mission and reception costs is directly linked to the confinement that the country faced during the first half of 2021 and the health restrictions that followed.

The increase in transport on sales is linked to the increase in equipment sales (see note 2.4.1.1).

With regard to seconded personnel, the Group had to call on external personnel to replace certain departures in support functions.

1.6.6.6 Breakdown of other current operating income and expenses

In thousands of €	30/06/2022	30/06/2021
QP investment subsidy included in the result (1)	266	282
Others products	58	11
Other expenses	-121	-25
TOTAL	203	268
(1) of which		
Resumption of CIR and CII subsidy	261	277
Resumption of subsidy on real estate leasing	5	5
Resumption of subsidy on kibolt project		
	266	282

1.6.6.7 Breakdown of other operating income and expenses

In thousands of €	30/06/2022	30/06/2021
Selling price of fixed assets sold (1)	93	40
NAV of assets sold (1)	-189	-59
Provisions and depreciation on KIBOLT		-3 440
Provision reversal of DIAMO receivables	38	
Other non-current income and expenses (2)	-149	-4
TOTAL	-207	-3 463

(1) As of June 30, 2022, including €93,000 of early termination of operating leases restated under IFRS 16 compared to €39,000 as of June 30, 2021.

(2) As of June 30, 2022, including €141,000 loss in UK IT VAT and Spanish VAT.

1.6.6.8 Cost of net debt

Cost of net financial debt

In thousands of €	06/30/2022	06/30/2021
Income from term accounts	13	11
Income from cash and cash equivalents	13	11
Loan interest	-58	-53
Interest on leases	-65	-53
Interest on operating leases	-10	-4
Bank interests	0	0
Cost of gross financial debt	-134	-110
Cost of net financial debt	-121	-100

The cost of net financial debt includes, on the one hand, interest on borrowings and other financial debts, and on the other hand, investment income.

Other financial income and expenses

In thousands of €	30/06/2022	30/06/2021
Exchange gains	31	331
Income from trade receivables	7	14
Income on other loans	0	0
Other financial products	3	1
Other financial products	41	345
Exchange losses	-143	-30
Other financial charges	-143	-30
TOTAL	-102	315

Income from trade receivables corresponds to the financing part of the rents collected on rental contracts.

The fall in the rate of the pound sterling against the euro had a negative effect on the foreign exchange result for the period, in particular due to the cash advances granted by the parent company COGELEC.

1.6.6.9 Income tax

Deferred tax assets and liabilities

The tax rates applicable to the Group are the rates in force in each country.

Rate France	25,825 %
Germany rates	31,225 %
UK rates	19,000 %
Netherlands rates	15,000 %

At this stage, the result of the subsidiaries Intratone GmbH, Intratone UK and Intratone BV is loss-making. No deferred tax asset is recognized for these three companies insofar as it is unlikely that they will generate profits over a three-year horizon. Deficits have been capitalized up to their own deferred tax liabilities, which represents a base of €319k for Intratone GmbH, €251k for Intratone UK and €459k for Intratone BV.

Thus, the deferred taxes presented in the balance sheet break down as follows:

	30/06/2022		31/12/2021	
	Base	Tax	Base	Tax
Temporary shifts				
Activation deficits	1 029	216	793	170
C3S	36	9	62	16
Employee participation	528	136		
Tax depreciation	-93	-18	-84	-16
Provision for dismantling	-30	-6	-29	-6
Pensions	5	1	5	1
Restatements				
Exchange difference on reciprocity on the balance sheet				
Intercom adjustment			-2	-1
Advanced exchanges not returned	23	5	14	3
IFRS 16 finance leases	-739	-191	-673	-174
Operating leases IFRS 16	65	16	73	17
Lease contracts	-2 808	-678	-2 506	-615
Internal disposals real estate CG-IT	3	1	3	1
Inventory internal margins CG-IT UK	9	2	9	2
Internal SIM card margins	29	9	23	7
Internal transfer of demo material to subsidiaries	55	13	51	12
Customer guarantee provision	99	26	109	28
Depreciation method alignment	29	4	21	3
Business provider commissions	112	29	113	29
Impairment of treasury shares				
Retirement commitments	370	96	690	178
TOTAL	-1 278	-330	-1 327	-343

1.6.6.10 Earnings per share

The table below shows the calculation of earnings per share:

Basic earnings per share	30/06/2022	30/06/2021
Result for the year (in K€)	556	-2 195
Weighted average number of shares outstanding	8 494 712	8 500 014
Basic earnings per share (€/share)	0,0654	-0,2583
Diluted earnings per share (€/share)	0,0654	-0,2583

1.6.7 OFF-BALANCE SHEET COMMITMENTS

In thousands of €	06/30/2022	06/30/2021
<u>Commitments given</u>		
Collateral	18	171
Fixed assets orders	133	252
Works related to the extension	295	1 417
Supply commitment	2 659	3 347
Loan interest	477	176
Interest on finance leases	494	437
Interest on operating leases	41	17
Total commitments given	4 115	5 817
<u>Commitments received</u>		
Authorized overdraft ceiling	1 250	1 450
Abandonment of debt with return to better fortune clause		
Diama	50	50
Fixed assets orders	1 035	1 441
Works related to the extension	380	1 432
Purchase commitment	2 659	3 347
Loan interest	477	176
Interest on finance leases	494	437
Interest on operating leases	41	17
Total commitments received	6 385	8 350

The decrease in purchase and supply commitments is explained by:

- As the contracts with commitment come to an end, they are renewed in contracts without commitment (the termination rate is very low) and are therefore no longer included in off-balance sheet commitments.
- Similarly, new contracts entered into no longer have a firm commitment period and are therefore not included in off-balance sheet commitments.

Regarding these non-binding contracts in progress as of June 30, 2022, the Group forecasts revenue of €12,206 thousand for the next 12 months.

Loans granted by OSEO BDPME for an overall envelope of €4.8 million as of June 30, 2022 benefit from cash pledges of €240,000 (compared to €125,000 as of June 30, 2021 for an envelope of €2.5 million).

1.6.8 OTHER INFORMATION

1.6.8.1 Related parties

ASSET	30/06/2022	31/12/2021
Other financial assets		
Total non-current assets		
Other current assets		
Total current assets		
PASSIVE	30/06/2022	31/12/2021
Other non-current liabilities		
Total non-current liabilities		
Borrowings and financial debts		
Trade payables and related accounts	44	60
Total current liabilities	44	60
INCOME STATEMENT	30/06/2022	30/06/2021
External charges	-428	-391
Dues and taxes		
OPERATING INCOME	-428	-391
Cost of gross financial debt		
CONSOLIDATED NET INCOME	-428	-391

2. STATUTORY AUDITORS' REPORTS

2.1 STATUTORY AUDITORS' REVIEW REPORT ON THE CONDENSED HALF-YEARLY CONSOLIDATED FINANCIAL STATEMENTS

This is a free translation into English of the statutory auditors' review report on the half-yearly financial information issued in French and is provided solely for the convenience of English-speaking users. This report includes information relating to the specific verification of information given in the Group's half-yearly management report. This report should be read in conjunction with, and construed in accordance with, French law and professional standards applicable in France.

To the Chairman,

As statutory auditor of Cogelec and at your request, we have performed a review of the accompanying condensed half-yearly consolidated financial statements for the period from January 1, to June 30, 2022.

These condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

We conducted our review in accordance with professional standards applicable in France and the professional guidelines of the French National Institute of Statutory Auditors (Compagnie Nationale des Commissaires aux Comptes) relating to this engagement. 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.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, Interim Financial Reporting, as adopted by the European Union.

This report is governed by French law. The Courts in France shall have exclusive jurisdiction to settle any claim, difference or dispute which may arise out of or in connection with our engagement letter or this report or any related issues.

Roche-sur-Yon and St Herblain, September 28, 2022

The Statutory Auditors

ACCIOR – A.R.C.

DELOITTE & ASSOCIES