

HALF-YEARLY FINANCIAL REPORT
COGELEC GROUP
30 JUNE 2024



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ABOUT COGELEC

COGELEC is the French leader in controlled access for multi-family housing. In 2007, COGELEC created the first global wireless intercom subscription-based service under the Intratone brand.

Based on an indirect distribution model combined with very close relationships with social housing providers and managing agents for co-owned buildings, COGELEC is now present in six countries in Europe and the Intratone brand has more than 2 million subscriber homes.

COGELEC is listed on Euronext Growth Paris and is included in the Growth AllShare, Tech Croissance and PEA-PME 150 indexes.

COGELEC is still in a phase of international growth. After creating its subsidiary INTRATONE GMBH in Germany at the end of 2017, the company set up a subsidiary INTRATONE UK in England at the end of the 1st half of 2018 and another subsidiary INTRATONE BV at the end of 2018. These companies were set up to facilitate the international marketing of INTRATONE products. The subsidiaries' sales activity continues to grow, with international sales up 28% in the first half of 2024.

COGELEC generated revenue of €36.7m at the end of June 2024.

MANAGER'S STATEMENT

"I hereby certify that, to the best of my knowledge, the summary consolidated financial statements for the past half-year have been prepared in accordance with applicable accounting standards and give a true and fair view of the assets, financial position and earnings of all the companies included in the consolidation, and that the half-yearly activity report presents a true and fair picture of the significant events that occurred during the first six months of the financial year, their impact on the half-yearly financial statements, the main related party transactions, and describes the main risks and uncertainties for the remaining six months of the financial year."

24 September 2024
Roger Leclerc
Chairman and CEO

1. CONSOLIDATED FINANCIAL STATEMENTS SUMMARISED IN ACCORDANCE WITH IFRS AS AT 30 JUNE 2024

1.1 CONSOLIDATED BALANCE SHEET

1.1.1 ASSETS

ASSET	Ratings	30/06/2024	31/12/2023
Intangible assets	1.6.5.1	8 097	7 177
Fixed assets	1.6.5.2	13 486	13 374
Investments in associates		370	400
Other financial assets	1.6.5.3	557	506
Other non-current assets	1.6.5.4	7 639	7 119
Non-current tax assets	1.6.6.9		
Total non-current assets		30 148	28 576
Inventories and work in progress	1.6.5.5	17 061	16 028
Customer receivable and accounts	1.6.5.6	17 227	16 445
Other current assets	1.6.5.7	3 589	4 035
Current tax assets			1 336
Cash and cash equivalents	1.6.5.8	26 481	22 489
Total current assets		64 358	60 333
TOTAL ASSETS		94 506	88 909

1.1.2 LIABILITIES

PASSIVE	Ratings	30/06/2024	31/12/2023
Share capital	1.5 and 1.6.5.9	4 004	4 004
Issuance premiums	1.5	4 799	4 799
Other comprehensive income	1.5	-188	-112
Consolidated reserves group share	1.5	-2 258	-3 243
Consolidated result group share	1.5	2 814	4 505
Equity group share	1.5	9 172	9 953
Consolidated reserves minority interests	1.5	-2 103	-2 050
Consolidated result minority share	1.5	39	6
Equity capital share of minority interests	1.5	-2 064	-2 044
Total owner's equity		7 108	7 909
Borrowing and financial debts	1.6.5.10	14 707	17 402
Provisions for retirement commitments	1.6.5.11	506	408
Other long-term provisions	1.6.5.11	1 611	1 673
Other non-current liabilities	1.6.5.12	37 615	34 712
Non-current tax liabilities	1.6.6.9	366	615
Total non-current liabilities		54 806	54 810
Borrowings and financial debts	1.6.5.10	10 197	7 030
Trade payables and related accounts	1.6.5.12	6 678	6 136
Other current liabilities	1.6.5.12	14 984	12 921
Current tax liabilities		734	103
Total current liabilities		32 593	26 190
TOTAL LIABILITIES		94 506	88 909

1.2 CONSOLIDATED INCOME STATEMENT

	Ratings	30/06/2024	30/06/2023
TURNOVER	1.6.6.1	36 678	32 627
Other products of the activity		9	10
Consumes purchases	1.6.6.3	-13 179	-11 690
Staff costs	1.6.6.4	-12 040	-11 065
External charges	1.6.6.5	-5 951	-5 436
Dues and taxes		-510	-473
Additions / Depreciation reversals	1.6.5.1 and 1.6.5.2	-2 293	-2 344
Additions / Reversals of provisions and depreciation		-142	-667
Change in inventories of products in progress and finished products	1.6.5.5 and 1.6.6.2	823	427
Other current operating income and expenses	1.6.6.6	136	305
CURRENT OPERATING INCOME		3 529	1 694
Other operating income and expenses	1.6.6.7	-56	-131
OPERATING INCOME		3 473	1 563
Income from cash and cash equivalents		368	236
Cost of gross financial debt		-190	-174
Cost of net financial debt	1.6.6.8	178	62
Other financial income and expenses	1.6.6.8	269	281
Tax charges		-1 037	-1 287
Share of profit of other companies accounted for using the equity		-30	
CONSOLIDATED NET INCOME		2 853	619
Group share		2 814	619
Minority share		39	
BASIC NET EARNINGS PER SHARE	1.6.6.10	0,3393	0,0728
DILUTED NET EARNINGS PER SHARE	1.6.6.10	0,3230	0,0728

1.3 COMPREHENSIVE INCOME

	30/06/2024	30/06/2023
RESULT OF THE PERIOD	2 853	619
Items recyclable in the income statement		
Conversion differences	-244	-299
Taxes on items recognized directly in equity		
Items not recyclable in the income statement		
Taxes on items recognized directly in equity	-3	-9
Actuarial differences	1	35
Incomes and expenses recognized directly in equity		
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	-246	-273
OVERALL RESULT FOR THE PERIOD	2 607	346
Group share	2 626	346
Minority share	-19	

1.4 CONSOLIDATED CASH FLOW STATEMENT

	Ratings	30/06/2024	30/06/2023
CASH FLOW RELATED TO ACTIVITY			
Net income from continuing operations	1.5	2 853	619
Income from companies accounted for by the equity method		30	
Net depreciations and provisions	1.6.5.1-1.6.5.2-1.6.5.11	2 296	2 938
Grant takeovers	1.6.6.6	-158	-311
Share of prepaid income included in income	1.6.5.12	-2 305	-1 980
Gains and losses on disposals	1.6.6.7	41	118
Exchange difference on reciprocities		-226	-295
Other non-cash items (share-based payment)		218	
Cash flow after cost of net financial debt and tax		2 749	1 088
Cost of net financial debt	1.6.6.8	-178	-62
Tax expense (including deferred taxes)		969	1 221
Cash flow before cost of net financial debt and tax		3 540	2 247
Taxes paid		739	-2 357
Change in working capital requirement related to the activity :			
- Other non-current assets		-510	-340
- Inventory		-1 032	-826
- Customers		-764	877
- Other current assets (excluding loans and guarantees)		416	625
- Other non-current liabilities		2 861	2 193
- Suppliers		575	1 341
- Other current liabilities		4 515	2 404
	Total	6 060	6 274
Net cash flow generated by the activity		10 339	6 165
CASH FLOW FROM INVESTING OPERATIONS			
Acquisitions of fixed assets ⁽¹⁾		-2 499	-2 028
Disposals of fixed assets	1.6.6.7	0	5
Change in loans and advances granted		-16	-18
Net cash flow from investing activities		-2 515	-2 041
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	-465	-627
Loan issues (1)	1.6.5.10		
Loan repayments	1.6.5.10	-3 557	-2 570
Cost of net financial debt	1.6.6.8	178	62
Net cash flow from financing activities		-3 844	-3 136
CHANGE IN CASH			
Opening cash	1.6.5.8	22 488	23 438
Closing cash	1.6.5.8	26 480	24 448
Change in translation differences		-13	-22
Change in cash		3 979	988

(1) Excluding new leases and operating leases for 897 K€ at 06/30/2024 and 661 K€ at 06/30/2023

1.5 STATEMENT OF CHANGES IN EQUITY

	Share capital	Premiums	Others elements result overall	Reservations	Result of exercise	Total capital clean	Minority interests	Capital clean band
To December 31, 2023	4 004	18 551	541	-15 735	-292	7 069		7 069
Movements :								
Allocation result N-1		-11 315	-541	11 564	292			0
Dividends paid to parent company shareholders		-2 464				-2 464		-2 464
Own shares				-687		-687		-687
Actuarial differences			26			26		26
Exchange difference			-299			-299		-299
Consolidated result					619	619		619
To June 30, 2023	4 004	4 772	-273	-4 858	619	4 264	0	4 264

	Share capital	Premiums	Others elements result overall	Reservations	Result of exercise	Total capital clean	Minority interests	Capital clean band
To December 31, 2023	4 004	4 799	-156	-5 249	4 511	7 909	-2 044	9 953
Movements :								
Allocation result N-1			156	4 355	-4 511	0		0
Dividends paid to parent company shareholders				-3 151		-3 151		-3 151
Own shares				-475		-475		-475
Actuarial differences			-2			-2		-2
Exchange difference			-244			-244	-59	-185
Share-based payment				218		218		218
Consolidated result					2 853	2 853	39	2 814
To June 30, 2024	4 004	4 799	-246	-4 301	2 853	7 108	-2 064	9 172

1.6 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unless otherwise stated, amounts stated in these notes are in thousands of euros)

1.6.1. OVERVIEW OF GROUP AND MAJOR EVENTS

1.6.1.1 Information relating to the Company and its business activities

COGELEC is a Société Anonyme (SA - French public limited company). The financial statements prepared in accordance with IFRS include the parent company COGELEC and its subsidiaries.

The period covers six months from 1 January to 30 June.

Address of the registered office: 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 to 100% of the capital of INTRATONE GmbH. Headquartered in Düsseldorf, the company was registered on December 28, 2017. On February 12, 2018, COGELEC subscribed to the capital of INTRATONE UK Limited, whose registered office is in London. On October 29, 2018, COGELEC subscribed to the capital of Amsterdam-based INTRATONE BV. In their parent company financial statements, the subsidiaries generated losses of €0.14m in the first half of 2024 [after taking into account a €2.1m contribution from Cogelec SA to their distribution costs], compared with €3.3m in the first half of 2023 .

On December 22, 2023, COGELEC acquired a 35% stake for 400 k€ in PORTACONNECT, a company developing a connected solution for remote monitoring of automatic doors and gates. PORTACONNECT is managed by a third party outside the Group, and COGELEC is not involved in the company's decision-making process. COGELEC has exclusive marketing rights for this solution, and benefits from a new diversification in its product range.

PORTACONNECT is accounted for by the equity method in the Group consolidation.

1.6.1.2 Key events in H1 2023

Continued business growth in France and Europe

Turnover	En M€	2024	2023	Variation
1st quarter		18,5	17,2	7,7%
2nd quarter		18,2	15,4	17,7%
Total 1st half		36,7	32,6	12,4%

COGELEC reports consolidated sales for the 1st half of 2024 of €36.7 million, up +12.4% on the 1st half of 2023. After a first-quarter increase of +7.7%, growth accelerated to +17.7% in the second quarter, driven by a stronger sales momentum both in France and internationally.

Sales of all the Group's brands were particularly buoyant in France over the period. The Intratone brand, marketed in France and Europe, continued to benefit from its unique positioning in GSM intercom systems, and also gained market share over the period.

With a steadily growing installed base, subscriptions increased by +16.3% in Q2 2024 (€5.8m vs. €5m) and totaled €11.4m (€9.8m in 2023) for the half-year as a whole. Subscription-related revenues represented 31.1% of total Group sales at June 30, 2024. In France, sales rose by +16% in Q2 2024 to €15.8 million. For the half-year as a whole, sales volume came to €31.4 million, up +10.2%.

In Europe, sales are recovering, driven by good performances in the United Kingdom and renewed activity in other subsidiaries. International sales in Q2 2024 amounted to €2.7 million, up +35.4%, and totaled €5.3 million for the half-year, up +28%.

EBITDA up and a return to break-even

Against an inflationary backdrop, gross margin rose to €24.3 million (66.3% of sales), underlining the Group's ability to control all its supply costs.

The Group had 345 employees at June 30, 2024. The +8.8% increase in personnel costs is due to various remuneration elements in line with the Group's growth.

External expenses rose by 9.5%, and included in particular the cost of setting up a new ERP, mainly including detailed process analysis, user licenses and key-user training.

EBITDA thus came to €6.1 million, up +33.7%.

Operating income recurring came to €3.5 million, up +122%, thanks to stable depreciation and amortization charges and the absence of exceptional write-downs on R&D projects as opposed to 2023. After taking into account a favorable financial result and the tax charge, net income was positive at €2.9 million.

At June 30, 2024, shareholders' equity stood at 7.1 M€. Financial debt stood at 24.9 M€, including dividends of 3.1 M€ paid to shareholders in July 2024. At the end of the 1st half of 2024, the Group had gross cash of 26.5 M€. At the end of this half-year period, the Group's debt-to-equity ratio was down.

Implementation of a free share plan

Making use of the authorization granted by the 9th resolution of the Company's Annual General Meeting of June 22, 2023, the Board of Directors decided at its meeting on March 26, 2024 to renew under the same terms the share buyback program implemented on November 16, 2022 to cover future bonus share plans, for a period of 18 months from the date of the said Annual General Meeting, i.e. until December 22, 2024.

At its meeting on March 26, 2024, the Board of Directors also made use of the authorization granted by the 16th resolution of the Company's Annual General Meeting of June 22, 2023 to set up several free share allocation plans for the benefit of certain employees of the Company and, more generally, of the Group, including:

- (i) Members of the Group Management Committee, up to a maximum of 120,000 shares, representing 1.35% of the Company's share capital at the grant date (the "Plan n°2024-01");
- (ii) Local managers of the Group's subsidiaries, up to a maximum of 60,000 shares, representing 0.67% of the Company's share capital at the grant date, divided into 20,000 shares each between the manager of the Group's UK division (the "Plan n°2024-02-01"), the manager of the Group's German division (the "Plan n°2024-02-02") and the manager of the Group's Dutch division (the "Plan n°2024-02-03");
- (iii) Certain high-potential employees and key contributors to the Group, up to a maximum of 250,000 shares, representing 2.81% of the Company's share capital at the grant date (the "Plan no. 2024-03").

All these plans are subject to a 40-month vesting period (with no holding period) and to presence and performance conditions, with the aim of growing the Company and creating value for its shareholders.

The purpose of these plans is to strengthen the existing links between the Company and the Group's employees concerned, by giving them the opportunity to be more closely involved in the future development and performance of the Company and, more generally, of the Group.

For the Company, these plans represent a reduced cost in terms of incentive instruments, and for shareholders, a controlled dilutive effect.

The shares issued at the end of the vesting period may be new ordinary shares or existing shares acquired under the Company's share buyback program, as described in section 1.4.3 of the Management Report.

In accordance with IFRS 2, employee compensation settled in equity instruments is recognized under "Employee benefits expense" in the income statement, with a corresponding entry to shareholders' equity.

The total expense is measured at the grant date, taking into account all specific conditions likely to have an impact on fair value, and spread on a straight-line basis over the vesting period.

Taking into account employee departures since the start of the plan, the final number of shares allocated would be 420,000. For this purpose, it was assumed that 100% of employees still working on June 30, 2024 would be present on the vesting date. Based on these assumptions, the cost of this plan amounts to €284,000, including the employer's contribution.

1.6.1.3 Summary and outlook

Continued growth in France and Europe

With an installed base of over 2.3 million homes and a solid base of recurring revenues, combined with an innovative service offering on the European market, COGELEC confirms its target of double-digit annual growth in sales. The Group also anticipates an improvement in operating profitability for the year.

1.6.2 MAIN RISKS AND UNCERTAINTIES TO COME

The assessment of risks, with reference to the information given in the “Assessment of risk factors” section of the report on the 2023 financial statements, remains unchanged. Action plans are currently being drawn up and should be finalized by the close of the 2024 financial year.

1.6.3 POST-CLOSING EVENTS

There are no post-closing events to be reported.

1.6.4 ACCOUNTING PRINCIPLES, POLICIES AND METHODS

The financial statements are presented in thousands of euros unless otherwise indicated. Certain financial data and other information contained in these financial statements are calculated using rounded figures. Consequently, figures shown as totals in some tables may not be the exact sum of the preceding figures.

1.6.4.1 Statement of compliance

The Company has prepared its financial statements, as approved by the Board of Directors on September 23, 2024, in accordance with the standards and interpretations published by the International Accounting Standards Boards (IASB) and adopted by the European Union at the date of preparation of the financial statements and presented with comparative information for the period ended June 30, 2023, prepared in accordance with the same standards.

These standards, which are available on the European Commission website (http://ec.europa.eu/internal_market/accounting/ias_fr.htm), include International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), as well as interpretations issued by 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 Preparation of the financial statements

The condensed interim financial statements have been prepared in accordance with IAS 34 (“Interim Financial Reporting”), as adopted by the European Union, which permits the presentation of selected explanatory notes.

The interim financial statements do not include all the information and notes presented in the annual financial statements.

As they are condensed financial statements, they do not include all the information required under IFRS and should be read in conjunction with the Group's annual consolidated financial statements for the year ended December 31, 2023. With the exception of the specific features of IAS 34 and the new standards applicable from January 1, 2024 listed below, the accounting principles applied in preparing the condensed interim consolidated financial statements at June 30, 2024 are identical to those applied in the annual consolidated financial statements at December 31, 2023. The main areas requiring judgment and estimates in the

preparation of the condensed interim financial statements are identical to those detailed in the 2023 consolidated financial statements.

The Company's financial statements have been prepared under the historical cost convention, with the exception of certain categories of assets and liabilities, in accordance with IFRS. The categories concerned are mentioned in the following notes.

1.6.4.3 Going Concern

The going concern principle was adopted by the Board of Directors on the basis of available cash at 30 June 2023, which is expected to cover its projected cash requirements for the next 12 months.

1.6.4.4 Accounting policies

The accounting policies adopted are identical to those used to prepare the IFRS annual financial statements for the year ended December 31, 2023, with the exception of the application of the following new standards, amendments to standards and interpretations adopted by the European Union, which are mandatory for the Company as of January 1, 2024:

Standards, amendments to standards and interpretations applicable for annual periods beginning on or after January 1, 2024

- Amendments to IAS 1 - Classification of liabilities as current or non-current
- Amendments to IFRS 16 - Lease liabilities under sale and leaseback arrangements
- Amendments to IAS 7 and IFRS 7 - Trade payables financing arrangements

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

Optional early application of standards, interpretations and amendments

The Group has not early adopted the following standards, interpretations and amendments whose application is not mandatory at June 30, 2024:

- Amendments to IAS 21 - Absence of convertibility
- Amendments to IFRS 9 and IFRS 7 - Classification and measurement of financial instruments
- Amendments to IFRS 18 - Presentation and Disclosure in Financial Statements
- Amendments to IFRS 19 - Disclosures by subsidiaries not subject to public disclosure requirements

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

1.6.4.5 Estimates and assumptions

The company's management regularly reviews its estimates and assessments on the basis of past experience and various other factors deemed reasonable in the circumstances. These form the basis of its assessments of the carrying amounts of income and expense items, assets and liabilities. These estimates have an impact on the amounts of income and expenses and on the values of assets and liabilities. Actual results may differ from these estimates.

1.6.4.6 Group companies as at 30 June 2023

As at June 30, 2024, the Group consisted of four entities consolidated using global consolidation.

Entities	Consolidation Method	% of interest	% of control	Head office	Country
COGELEC	IG	100,00%	100,00%	MORTAGNE SUR SEVRE	France

INTRATONE GMBH	IG	100,00%	100,00%	DÜSSELDORF	Allemagne
INTRATONE UK	IG	76,00%	76,00%	LONDRES	Royaume-Uni
INTRATONE BV	IG	100,00%	100,00%	AMSTERDAM	Pays-Bas
PORTACONNECT	MEE	35,00%	35,00%	RAMONVILLE-SAINT-AGNE	France

IG : Full consolidation

MEE : Equity method

The scope of consolidation, consolidation methods, and percentages of interest and control are the same as in the financial statements for 12/31/2023. However, PORTACONNECT was not accounted for by the equity method in the financial statements for 06/30/2023, as it was acquired in December 2023.

1.6.5 DETAILS OF THE STATEMENT OF FINANCIAL POSITION

1.6.5.1 Intangible assets

Change in gross intangible assets (in thousands of euros)

Raw values	Costs development	Others fixed assets incorporeal	Fixed assets intangible in progress	TOTAL
To December 31, 2022	16 003	2 452	3 331	21 786
Acquisitions	4	50	1 020	1 074
Disposals	0	-59	-107	-167
Station-to-station transfer	117	0	-117	0
Change in scope				0
To June 30, 2023	16 123	2 441	4 128	22 693
To December 31, 2023	16 124	2 907	4 820	23 851
Acquisitions		320	1 408	1 728
Disposals			-8	-8
Station-to-station transfer	1 063	5	-1 067	0
Change in scope				0
To June 30, 2024	17 186	3 232	5 154	25 572

Change in amortisation of intangible assets (in thousands of euros)

Depreciations	Costs development	Others fixed assets incorporeal	Fixed assets intangible in progress	TOTAL
To December 31, 2022	12 875	1 603		14 479
Endowments	738	207		945
Covers	0	-59		-59
Impairments net of reversals	69		347	416
Station-to-station transfer				0
Change in scope				0
To June 30, 2023	13 682	1 750	347	15 781
To December 31, 2023	14 665	2 009	0	16 675
Endowments	567	251		817
Covers				0
Impairments net of reversals	-17			-17
Station-to-station transfer				0
Change in scope				0
To June 30, 2024	15 215	2 260	0	17 475

Change in net intangible assets (in thousands of euros)

Net worth	Costs development	Others fixed assets incorporeal	Fixed assets intangible in progress	TOTAL
To December 31, 2022	3 128	849	3 331	7 308
To June 30, 2023	2 442	691	3 781	6 915
To December 31, 2023	1 459	898	4 820	7 177
To June 30, 2024	1 971	972	5 154	8 097

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

Intangible assets in progress relate to various projects scheduled for commissioning within the next 2 years.

Acquisitions of other intangible assets correspond mainly to contracts entered into or renewed during the period, and restated in accordance with IFRS 16.

In the first half of 2024, Management carried out impairment tests in accordance with IAS 36. These tests did not lead to the identification of any new impairment losses on intangible assets arising from development.

In the first half of 2023, management carried out impairment tests which led to the identification of new impairment losses on development intangible assets in the amount of €433,000, in connection with a former project.

In addition, one of the projects has been written down to 100% at December 31, 2021. Impairment is reversed as development costs are amortized.

Cash 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 progress	TOTAL
To December 31, 2022		696		696
Acquisitions				0
Disposals		-59		-59

Station-to-station transfer				0
Change in scope				0
To June 30, 2023	0	637	0	637
To December 31, 2023		961		961
Acquisitions		282		282
Disposals				0
Station-to-station transfer				0
Change in scope				0
To June 30, 2024	0	1 244	0	1 244

Depreciations	Costs development	Others fixed assets incorporeal	Fixed assets intangible in progress	TOTAL
To December 31, 2022		266		266
Endowments		117		117
Covers		-59		-59
Station-to-station transfer				0
Change in scope				0
To June 30, 2023	0	323	0	323
To December 31, 2023		492		492
Endowments		161		161
Covers				0
Station-to-station transfer				0
Change in scope				0
To June 30, 2024	0	653	0	653

Net worth	Costs development	Others fixed assets incorporeal	Fixed assets intangible in progress	TOTAL
To December 31, 2022	0	430	0	430
To June 30, 2023	0	313	0	313
To December 31, 2023	0	470	0	470
To June 30, 2024	0	591	0	591

1.6.5.2 Property, plant and equipment

Change in gross property, plant and equipment (in thousands of euros)

Raw values	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022	213	10 523	6 762	5 215	677	23 390
Acquisitions		69	213	745	618	1 645
Disposals			-53	-387		-440
Station-to-station transfer						0
Change in scope			85	167	-252	0
To June 30, 2023	213	10 592	7 006	5 740	1 044	24 595
To December 31, 2023	213	10 590	7 396	7 002	876	26 077
Acquisitions		347	216	508	561	1 632
Disposals			1	-444		-444
Station-to-station transfer						0
Change in scope			71	48	-119	0
To June 30, 2024	213	10 938	7 683	7 115	1 318	27 266

Change in depreciation of property, plant and equipment (in thousands of euros)

Depreciations	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022		2 807	4 832	2 803		10 442
Endowments		452	446	501		1 399
Covers		0	-40	-323		-363
Impairments net of reversals			73			73
Station-to-station transfer			1			1
Change in scope						0
To June 30, 2023	0	3 259	5 311	2 981	0	11 551
To December 31, 2023		3 709	5 732	3 263	0	12 704
Endowments		456	417	602		1 476
Covers			0	-385		-385
Impairments net of reversals			-14			-14
Station-to-station transfer						0
Change in scope						0
To June 30, 2024	0	4 166	6 136	3 480	0	13 781

Change in net property, plant and equipment (in thousands of euros)

Net worth	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022	213	7 716	1 930	2 412	677	12 948
To June 30, 2023	213	7 332	1 696	2 759	1 044	13 044
To December 31, 2023	213	6 881	1 664	3 740	876	13 374
To June 30, 2024	213	6 772	1 548	3 635	1 318	13 486

The new constructions relate to IFRS 16 and correspond to rent reviews and a lease renewal at one of the subsidiaries.

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

Raw values	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022	213	10 523	25	1 880		12 640
Acquisitions		69		593		661
Disposals				-385		-385
Station-to-station transfer						0
Change in scope						0
To June 30, 2023	213	10 592	25	2 088	0	12 917
To December 31, 2023	213	10 590	25	2 341	0	13 169
Acquisitions		347		267		614
Disposals				-408		-408
Station-to-station transfer						0
Change in scope						0
To June 30, 2024	213	10 938	25	2 200	0	13 376

Depreciations	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022		2 807	25	1 072		3 905
Endowments		452		292		744
Covers				-323		-323
Station-to-station transfer						0
Change in scope						0
To June 30, 2023	0	3 259	25	1 041	0	4 326
To December 31, 2023		3 709	25	1 082		4 816
Endowments		456		349		806
Covers				-383		-383
Station-to-station transfer						0
Change in scope						0
To June 30, 2024	0	4 166	25	1 048	0	5 239

Net worth	Lands	Buildings	Technical installations, materials and tools	Other tangible fixed assets	Tangible fixed assets in progress	TOTAL
To December 31, 2022	213	7 716	0	808	0	8 737
To June 30, 2023	213	7 332	0	1 047	0	8 593
To December 31, 2023	213	6 881	0	1 259	0	8 353
To June 30, 2024	213	6 772	0	1 152	0	8 137

Disposals relate to the end of contracts restated under IFRS 16, which give rise to the retirement of the corresponding rights of use.

1.6.5.3 Other financial assets

In thousand of €	30/06/2024	31/12/2023
Other fixed securities ⁽¹⁾	200	200
Loans ⁽²⁾		
Loans impairments		
Deposits and guarantees ⁽²⁾	357	307
TOTAL	557	506

(1) Bank shares

(2) Deposits and guarantees correspond to sums paid on BPI loans and rent guarantees.

1.6.5.4 Other non-current assets

In thousand of €	30/06/2024	31/12/2023
Customers > 1 an	4 659	4 438
Impairment of customers	-44	-41
Prepaid expenses > 1 year	3 024	2 722
TOTAL	7 639	7 119

Breakdown of trade receivables net of impairments

In thousand of €	30/06/2024	31/12/2023
Doubtful debts	53	49
Impairment of bad debts	-44	-41
Trade receivables on rental contracts	4 606	4 385
Other trade receivables > 1 year		4
TOTAL	4 615	4 397

Doubtful debts are 100% impaired.

Pre-paid expenses

These are SIM cards purchased under comprehensive service plans. These purchases are spread over the duration of the contractual commitment, equating to the plan charges.

1.6.5.5 Inventories

Change in net inventories and work-in-progress

In thousand of €	30/06/2024	31/12/2023
Raw material and other supplies	11 163	11 111
In production	4 209	4 243
Intermediate and finished products	2 690	1 712
Provision for impairment	-1 001	-1 038
TOTAL	17 061	16 028

Changes in provisions for impairment	30/06/2024	31/12/2023
Opening value	1 038	883
Increase	0	219
Decrease	-37	-64
Closing value	1 001	1 038

Raw materials and other supplies consist of components.

Work-in-progress comprises sub-assemblies (electronic boards, etc.) intended for incorporation into equipment sold or incorporated into contracts.

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

The increase in finished goods corresponds to the build-up of inventories of new products scheduled for sale in the second half of the year.

Provisions for inventory write-downs concern raw materials, work-in-progress and finished goods.

1.6.5.6 Trade receivables and other current receivables

Receivables

In thousand of €	30/06/2024	31/12/2023
Gross trade receivables	17 253	16 476
Provision for impairment	-26	-31
TOTAL	17 227	16 445

Breakdown of trade receivables net of impairments:

In thousand of €	30/06/2024	31/12/2023
Ordinary trade receivables	14 897	14 279
Impairment of ordinary trade receivables	-26	-31
Trade receivables on rental contracts	2 356	2 197
TOTAL	17 227	16 445

Provisions for impairment of trade receivables are determined mainly on a case-by-case basis, according to the estimated risk of non-recovery. This assessment of credit risk is based on past experience, the age of overdue receivables and the payment terms granted.

Receivables are commercial in nature, and as such the Group has opted for the simplification measures applicable to the calculation of the provision for expected losses, as recommended by IFRS 9.

Trade receivables payment schedule

The breakdown of trade receivables by due date is as follows:

As of 30/06/2024	Balance sheet value	Not due	< 90j	>90j <6months	> 6 months
Trade receivables (non-current assets)	4 615	4 606			9
Trade receivables (current assets)	17 227	13 660	##	106	43
TOTAL	21 842	18 267	##	106	52

As of 31/12/2023	Balance sheet value	Not due	< 90j	>90j <6months	> 6 months
Trade receivables (non-current assets)	4 397	4 385			12
Trade receivables (current assets)	16 445	12 495	##	198	177
TOTAL	20 842	16 879	##	198	190

1.6.5.7 Other current assets

In thousand of €	30/06/2024	31/12/2023
Loans	3	0
Loans impairment		
Deposits and guarantees	94	131
Advances and payments on account	107	122
Social claims	50	38
Tax receivables	1 436	2 247
Other operating receivables	448	207
Prepaid expenses	1 451	1 292
TOTAL	3 589	4 035

The loans are detailed as follows:

Loans	30/06/2024	31/12/2023
Staff loans	3	0
TOTAL	3	0

Other receivables are detailed as follows:

Other receivables	30/06/2024	31/12/2023
Receivables related to CIR and CII	0	67
Debtor suppliers and AAR	448	130
Various debtors	1	9
TOTAL	448	207

Other receivables are valued at their face value, less provisions calculated on the basis of actual recoverability.

Tax receivables mainly comprise deductible VAT and VAT on provisions. Prepaid expenses relate to current expenses, and mainly comprise SIM cards for which subscription fees are spread over the duration of the contract, and expenses for trade fairs and exhibitions, maintenance and insurance premiums.

Other current assets are due within one year.

Research Tax Credit ("CIR" in France) and Innovation Tax Credit ("CII")

COGEELEC SA benefits from the provisions of articles 244 quater B and 49 septies F of the French General Tax Code relating to research tax credits and innovation tax credits. These are recognized as subsidies in the "Other current liabilities" and "Other non-current liabilities" categories, in accordance with the subsidy recovery plan. The subsidy is written back at the same rate as the depreciation of the projects to which it relates.

The receivable has been reduced because, at the end of June, the company had not applied for any CIR in respect of the 1st half; the eligibility of R&D projects for CIR is subject to an annual analysis at the time of closing the accounts, with the assistance of a specialized firm. In addition, the company has not been eligible for the CII since 2020.

1.6.5.8 Cash and cash equivalents

In thousand of €	30/06/2024	31/12/2023
Team accounts	22 085	18 605
Availability	4 396	3 884
Total closing cash	26 481	22 489
Bank overdrafts	-1	-1
Total closing net cash	26 480	22 488

Cash includes cash and cash equivalents and time-deposit accounts. These are classified as cash equivalents when they meet the definition of cash provided by IAS 7. As a result, time-deposit accounts with negligible risk and low liquidity maturity, which are held by COGEELEC, are classified as cash equivalents. Term accounts may be terminated at any time.

1.6.5.9 Share capital

Change in share capital

	01/01/2024	Increase	Decrease	30/06/2024
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	0	0	4 004 122

Capital management and dividend distribution

In accordance with the decision taken by the Annual General Meeting on June 24, 2024, COGEELEC distributed dividends of €3,151,000. These dividends have not been paid at June 30, 2024, and are therefore included in current borrowings.

1.6.5.10 Current and non-current financial liabilities

In thousand of €	30/06/2024	31/12/2023
Bank loans	9 209	11 570
Debts on finance leases	3 572	3 871
Debts on operating leases	1 927	1 960
Non-current borrowings and financial debts	14 707	17 402
Bank loans	4 958	5 051
OSEO loan		
Accrued interest not due	14	15
Bank overdrafts	1	1
Leasing debts	593	583
Debts on operating leases	1 480	1 380
Shareholders dividends to be paid	3 151	
Current borrowings and financial debts	10 197	7 030
TOTAL	24 904	24 432

Breakdown of financial liabilities by maturity

In thousand of €	Share at less than 1 year	Share from 1 to 5 years	Share more than 5 years	TOTAL
To June 30, 2024				
Bank loans	4 958	9 209		14 167
Accrued interest not due	14			14
Bank overdrafts	1			1
Leasing debts	593	1 847	1 725	4 165
Debts on operating leases	1 480	1 927	0	3 407
Shareholders dividends to be paid	3 151			3 151
Borrowings and financial debts	10 197	12 982	1 725	24 904
<i>Current financial debts</i>				<i>10 197</i>
<i>Non-current financial debts</i>				<i>14 707</i>

In thousand of €	Share at less than 1 year	Share from 1 to 5 years	Share more than 5 years	TOTAL
To December 31, 2023				
Bank loans	5 051	11 275	296	16 621
Accrued interest not due	15			15
Bank overdrafts	1			1
Leasing debts	583	1 992	1 879	4 454
Debts on operating leases	1 380	1 960		3 340
Borrowings and financial debts	7 030	15 227	2 175	24 432
<i>Current financial debts</i>				<i>7 030</i>
<i>Non-current financial debts</i>				<i>17 402</i>

Reconciliation between balance sheet value and redemption value

Reconciliation balance sheet value / redemption value (in thousands of €)	Redemption value	Amortized cost	Just value	TOTAL
To June 30, 2024				
Bank loans	14 167			14 167
Accrued interest not due	14			14
Bank overdrafts	1			1
Leasing debts	4 165			4 165
Debts on operating leases	3 407			3 407
Shareholders dividends to be paid	3 151			3 151
Borrowings and financial debts	24 904	0	0	24 904

Reconciliation balance sheet value / redemption value (in thousands of €)	Redemption value	Amortized cost	Just value	TOTAL
To December 31, 2023				
Bank loans	16 621			16 621
Accrued interest not due	15			15
Bank overdrafts	1			1
Leasing debts	4 454			4 454
Debts on operating leases	3 340			3 340
Borrowings and financial debts	24 432	0	0	24 432

Raw values	Loans banking	Loans Oseo	Accrued interest not due	Bank overdrafts	Leasing debts	Debts on operating leases	Dividends payable	TOTAL
To December 31, 2022	18 551	0	8	1	5 018	3 339	0	26 918
New			0	1		661	2 464	3 126
Refunds	-1 617		-1	-1	-279	-739		-2 637
Change for the year								0
Exchange difference						9		9
To June 30, 2023	16 935	0	8	1	4 738	3 270	2 464	27 416
To December 31, 2023	16 621	0	15	1	4 454	3 340	0	24 432
New			0	1		897	3 151	4 049
Refunds	-2 455		-2	-1	-289	-837		-3 583
Change for the year								0
Exchange difference						6		6
To June 30, 2024	14 167	0	14	1	4 165	3 407	3 151	24 904

In April 2021, the Group took out an EMP of €9 million, repayment of which began in April 2023, after a two-year deferral, for a period of four years, i.e. until April 2027.

In the first half of 2024, the Group did not take out any new loans.

In the first half of 2024, repayments of operating lease liabilities included €25,000 in early contract terminations (compared with €62,000 in the first half of 2023).

1.6.5.11 Provisions

Provisions for pension benefits

Commitments to employees include provisions for retirement indemnities.

These commitments concern only employees governed by French law. The main actuarial assumptions used to value retirement benefits are as follows:

Hypothèses	30/06/2024	31/12/2023
Discount rate reference	Rate IBOXX corporate AA + 10 ans	
Discount rate	3,61%	3,65%
Mortality table	INSEE 2017-2019	INSEE 2016-2018
Wage growth	4% decreasing	4% decreasing
Turnover rate	2,75%	2,90%
Retirement age	65 years	65 years

The provision for pension commitments changed as follows:

In thousand of €	Commitments of retirement
To December 31, 2022	372
Endowments	77
Covers	
Change in scope	
Actuarial losses and gains	-35
To June 30, 2023	414
To December 31, 2023	408
Endowments	95
Covers	
Change in scope	
Actuarial losses and gains	3
To June 30, 2024	506

Other long-term provisions

In thousand of €	Provision after-sales	Allowance for taxes	Provisions for disputes	Provisions pour losses	TOTAL
To December 31, 2022	732	0	952		1 684
Dotations	36				36
Reprises	-8				-8
Variation de périmètre					0
To June 30, 2023	760	0	952	0	1 712
To December 31, 2023	827	0	846		1 673
Endowments		125	194		319
Covers	-200		-181		-381
Change in scope					0
To June 30, 2024	627	125	859	0	1 611

The change in the after-sales service provision is linked to the fall in the number of interventions.

Provisions for litigation relate to labour and commercial disputes.

At the end of December 2021, COGELEC had to terminate the contract awarded to a general contractor for the construction of the extension to its premises, COGELEC having noted the cessation of work by its subcontractors on its site. This stoppage followed the general contractor's failure to pay for work carried out by subcontractors on the COGELEC site, which had not been completed by the end of 2021. Given the complex legal context and the uncertain outcome of this case, the Group set aside a provision for risks of €1,059k at the end of 2021, which was adjusted to €797k at the end of 2022 and unchanged at the end of 2023. At 30 June 2024, this provision was revised downwards to €616k, to take account of payments made by COGELEC to subcontractors.

As Cogelec has signed a subrogated release with these subcontractors, the Group has recognised in its assets a receivable from ECCI of €157k, provisioned at 100%. This receivable has also been declared to the court-appointed receiver.

1.6.5.12 Other debts

Other non-current liabilities

In thousand of €	30/06/2024	31/12/2023
Social security and tax debts	66	
Advances and installments received		
Other debts		
Deffered income ⁽¹⁾	37 549	34 712
TOTAL	37 615	34 712
⁽¹⁾ of which		
Prepaid contract liabilities	37 109	34 197
Subscription contract liabilities	0	0
CIR and CII	434	506
Investment grants	7	9
	37 549	34 712

Social security liabilities due in more than one year correspond to the employer's contribution due on current free share plans.

Trade payables

In thousand of €	30/06/2024	31/12/2023
Payables	6 480	5 903
Capital debts	197	233
TOTAL	6 678	6 136

Other current liabilities

In thousand of €	30/06/2024	31/12/2023
Social security and tax debts	6 600	5 837
Advances and installments received	11	11
Other debts	2 496	2 752
Deffered income (1)	5 877	4 320
TOTAL	14 984	12 921
of which prepaid contract liabilities *	4 463	4 034
* of which recovery of prepaid contract	2 305	4 117
* of which new prepaid contract liabilities	5 644	9 493

The increase in social security and tax liabilities is due to :

- An increase in social security liabilities of €1,308k, due partly to employee profit-sharing, including the social security flat-rate, of €743k (nil at 31 December 2023), and partly to the provision for holiday pay, which is higher in the run-up to the summer holidays than at 31 December, with an impact of €607k.
- This was partly offset by a reduction of €546k in tax liabilities, relating to VAT.

The fall in other payables is due to the reduction in the BFA provision, which is lower at the end of the half-year than at the end of the year, given the timing of payments.

Prepaid income rose in line with the PCA on subscriptions (up €1.1m), justified by the fact that invoices are issued on an annual basis.

1.6.6 INCOME STATEMENT

1.6.6.1 Turnover

The turnover for the two periods presented is as follows:

In thousand of €	30/06/2024	30/06/2023
Equipment sales	25 280	22 876
Sales of services	11 398	9 751
TOTAL	36 678	32 627

In thousand of €	30/06/2024	30/06/2023
France	31 416	28 514
Export	5 262	4 113
TOTAL	36 678	32 627

1.6.6.2 Alternative performance measures

GROSS MARGIN

In thousand of €	30/06/2024	30/06/2023
Turnover	36 678	32 627
Other products of the activity	9	10
Consumed purchases	-13 179	-11 690
Change in inventories of products in progress and finished products	823	427
MARGE BRUTE	24 330	21 375
<i>As a percentage of turnover</i>	66,3%	65,5%

EBITDA

In thousand of €	30/06/2024	30/06/2023
Operating Income	3 473	1 563
Depreciation and amortisation	2 293	2 344
Provisions and impairment net of reversals	81	680

IFRS 2 expenses	284	
EBITDA¹	6 131	4 587
<i>As a percentage of turnover</i>	<i>16,7%</i>	<i>14,1%</i>

1 EBITDA is defined by COGEELEC as operating income before depreciation, amortisation and impairment, net of write-backs of assets, and excluding the impact of IFRS 2. The Group is changing the definition of the EBITDA indicator, by also restating expenses linked to share-based compensation. The Group considers that these expenses do not reflect its current operating performance and have no direct impact on cash flow.

1.6.6.3 Purchases consumed

In thousand of €	30/06/2024	30/06/2023
Purchases of raw materials	-10 887	-10 233
Change in raw material inventories	53	482
SIM card purchases	-2 093	-1 737
Purchases not stocked	-547	-445
Transport on purchases	-40	-35
Immobilised production	335	278
TOTAL	-13 179	-11 690

Purchases not stored mainly equate to prototypes and small tools for the design office, and fuel.

1.6.6.4 Personnel expenses and headcount

In thousand of €	30/06/2024	30/06/2023
Wages	-6 931	-6 718
Change in provision for paid leave	-535	-354
Premiums	-1 599	-1 308
Allowances & miscellaneous benefits	-27	-252
Social charges	-3 271	-3 010
Share-based compensation	-284	
Employee participation	-621	-526
Subsidies and transfers of personnel costs	176	228
Immobilised production	1 052	875
TOTAL	-12 040	-11 065

(1) Share-based compensation includes expenses calculated in accordance with IFRS2 for bonus share plans.

Group headcount

	30/06/2024	30/06/2023
Frames	102	103
Employees ⁽¹⁾	190	189
Workers	32	35
Apprentices	12	8
TOTAL	336	335

The headcount presented is an average headcount calculated in accordance with the Social Security Code and does not include temporary workers where applicable.

(1) IT GmbH, IT UK and IT BV had 18, 19 and 14 employees respectively at 30 June 2024 (i.e. an average workforce in 2024 of 20, 19 and 13 employees respectively). In these countries, there are no professional categories as presented above. The employees have therefore been included in the number of employees for a total of 52.

1.6.6.5 External expenses

In thousand of €	30/06/2024	30/06/2023
Remuneration of intermediaries and fees	-2 458	-1 754
Advertising	-943	-957
Travel, missions and receptions	-573	-611
Rentals	-188	-247
Transport on sales	-360	-332
Temporary staff	-456	-434
Other positions	-972	-1 101
TOTAL	-5 951	-5 435

Fees mainly comprise H.R.C. technical and marketing management services, accounting, legal and consultancy fees (in particular for patent studies, transfer price analysis and sourcing) and intellectual services related to the projects developed.

H.R.C. services amounted to €485k at 30 June 2024, compared with €464k at 30 June 2023 (see note 2.6.1).

The increase in fees is due to the fact that the Group received support during the first half of 2024 on various issues, in particular the implementation of the new ERP system. Expenses relating to this ERP amounted to €397k in the first half of 2024, and have been classified as expenses for the period, as the software is of the SaaS type.

Advertising costs comprise trade fair and exhibition expenses, press advertising and communication/marketing expenses.

Lastly, other items decreased mainly due to maintenance and repair costs and recruitment fees.

1.6.6.6 Breakdown of other current operating income and expenses

In thousand of €	30/06/2024	30/06/2023
QP investment subsidy included in the result (1)	158	311
Other products	30	38
Other expenses	-53	-44
TOTAL	136	305
(1) of which		
Resumption of CIR and CII subsidy	154	306
Resumption of subsidy on real estate leasing	4	5
	158	311

1.6.6.7 Breakdown of other operating income and expenses

In thousand of €	30/06/2024	30/06/2023
Selling price of fixed assets sold ⁽¹⁾	25	67
NAV of assets sold ⁽¹⁾	-66	-184
Reversals of exceptional provisions	181	
Exceptional provisions	-153	-13
Other non-current income and expenses ⁽²⁾	-43	0
TOTAL	-56	-131

⁽¹⁾ Au 30 juin 2023, dont 62 K€ de remboursement anticipé des dettes sur locations simples, 25 K€ au 30 juin 2024.

⁽²⁾ Au 30 juin 2024, dotation et reprise sur le litige en cours avec le contractant général.

1.6.6.8 Net cost of debt

Net cost of financial debt

In thousand of €	30/06/2024	30/06/2023
Income from term accounts	368	236
Income from cash and cash equivalents	368	236
Loan interest	-84	-68
Interest on leases	-85	-95
Interest on operating leases	-21	-11
Bank interests	0	0
Cost of gross financial debt	-190	-174
Cost of net financial debt	178	62

The net cost of financial debt includes firstly interest on loans and other financial debts, and secondly investment income.

Other financial income and expenses

In thousand of €	30/06/2024	30/06/2023
Exchange gains	264	275
Income from trade receivables	3	3
Income on other loans	0	0
Other financial products	2	7
Other financial products	269	286
Exchange losses	0	-5
Other financial charges	0	-5
TOTAL	269	281

Income from trade receivables corresponds to the financing portion of lease payments received.

The rise in the exchange rate of the pound sterling against the euro had a positive impact on the foreign exchange result for the period, particularly as a result of the cash advances granted by the parent company COGEELEC to its UK subsidiary. The exchange rate had also developed favourably in the previous half-year.

1.6.6.9 Taxes on profits

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 rate	31,225%
UK rate	19,000%
Netherlands rate	19,000%

For reasons of prudence, the capitalisation of the losses of the subsidiaries Intratone GmbH, Intratone UK and Intratone BV has been limited to the amount of their own deferred tax liabilities, representing a base of €488k for Intratone GmbH, €512k for Intratone UK and €834k for Intratone BV.

Deferred taxes presented in the balance sheet consequently break down as follows

	30/06/2024		31/12/2023	
	Base	Impôt	Base	Impôt
Temporary shifts				
Activation deficits	1 834	408	1 619	364
C3S	64	17	81	21
Employee participation	621	160	0	0
Tax depreciation	-121	-23	-119	-23
Provision for dismantling	-29	-6	-29	-5
Tax provision	125	32		
Pensions	14	3	9	2
Restatements				
Exchange difference on reciprocity on the balance sheet			1	0
Intercom adjustment			2	0
Advanced exchange not returned	15	3	15	3
IFRS 16 finance leases	-1 097	-283	-1 001	-258
Operating leases IFRS16	52	14	55	14
Lease contracts	-4 169	-1 021	-3 840	-946
Internal disposals real estate CG-IT	1	0	2	0
Inventory internal margins CG-IT UK	4	1	4	1
Internal SIM card margins	46	15	42	13
Internal transfer of demo material to subsidiaries	52	13	55	14
Customer guarantee provision	92	24	150	39
Depreciation method alignment	93	22	82	19
Business provider commissions	79	21	83	21
Impairment of treasury shares	0	0	0	0
Reclassification of ERP as expenses	397	102		
Free allocation of shares 26/03/2024	7	1		
Retirement commitments	506	131	408	105
TOTAL	-1 414	-366	-2 383	-615

1.6.6.10 Earnings per share

The following table presents the calculation of earnings per share:

Basic earnings per share	30/06/2024	30/06/2023
Result for the year (en K€)	2 814	619
Weighted average number of shares outstanding	8 292 766	8 404 542
Basic earnings per share (€/share)	0,3393	0,0736
Diluted earnings per share (€/share)	0,3230	0,0736

1.6.7 OFF-BALANCE SHEET COMMITMENTS

In thousand of €	30/06/2024	30/06/2023
<u>Commitments given</u>		
Collateral	190	240
Fixed assets orders	114	191
Words related to the extension		
Supply commitment	1 772	2 077
Loan interest	404	402
Interest on finance leases	768	943
Interest on operating leases	60	39
Total commitments given	3 306	3 892
<u>Commitments received</u>		
Authorized overdraft ceiling	1 250	1 250
Retention period	190	240
Fixed assets orders	1 828	1 749
Works related to the extension		
Purchase commitment	1 772	2 077
Loan interest	404	402
Interest on finance leases	768	943
Interest on operating leases	60	39
Total commitments received	6 271	6 700

The decrease in purchase and supply commitments is due to :

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

In respect of these contracts with no commitment outstanding at 30 June 2024, the Group forecasts sales of €17,195k for the next 12 months.

Loans granted by OSEO BDPME for a total of €3.8m were secured by cash collateral amounting to €190k at 30 June 2024 (€240k at 30 June 2023).

1.6.8 OTHER INFORMATION

1.6.8.1 Related parties

ASSET	30/06/2024	31/12/2023
Other financial assets		
Total non-current assets	0	0
Other current assets		
Total current assets	0	0

PASSIVE	30/06/2024	31/12/2023
Other non-current liabilities		
Total non-current liabilities	0	0
Borrowings and financial debts		
Trade payables and related accounts	165	303
Total current liabilities	165	303

INCOME STATEMENT	30/06/2024	30/06/2023
External charges	-485	-464
Dues and taxes		
OPERATING INCOME	-485	-464
Cost of gross financial debt		
CONSOLIDATED NET INCOME	-485	-464

2. STATUTORY AUDITORS' REPORTS

2.1 STATUTORY AUDITORS' LIMITED REPORT ON THE SUMMARY HALF-YEARLY CONSOLIDATED FINANCIAL STATEMENTS

To the Chairman,

As statutory auditors 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 1st to June 30, 2024.

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.

La Roche-sur-Yon and St Herblain, September 24, 2024

The Statutory Auditors

ACCIOR - A.R.C.

Sébastien Caillaud

DELOITTE & ASSOCIÉS

Guillaume Radigue