

PARENT COMPANY INCOME STATEMENT (French GAAP)

(€m)	Note	2019	2018
Operating income		1,330.3	1,342.9
TF1 channel advertising revenue	2.12 & 4.1	1,117.0	1,156.3
Revenue from other services		42.3	29.4
Income from ancillary activities		11.7	13.0
	Revenue	1,171.0	1,198.7
Inventorised production		0.3	(0.1)
Capitalised production		3.2	0.7
Operating grants		0.0	0.0
Reversals of depreciation, amortisation, provisions and impairment		63.4	44.6
Cost transfers	4.2	83.9	90.2
Other income		8.5	8.8
Operating expenses		(1,281.0)	(1,281.9)
Purchases of raw materials and other supplies	4.3	(579.1)	(522.3)
Change in inventory	4.3	1.0	(33.5)
Other purchases and external charges	4.4	(252.2)	(275.4)
Taxes other than income taxes	4.5	(81.1)	(89.1)
Wages and salaries	4.6	(121.4)	(129.4)
Social security charges	4.6	(54.4)	(53.5)
Depreciation, amortisation, provisions and impairment			
- amortisation and depreciation of non-current assets		(62.3)	(50.1)
- impairment of non-current and current assets		(77.8)	(68.4)
- provisions for liabilities and charges		(6.6)	(9.6)
Other expenses	4.7	(47.1)	(50.6)
OPERATING PROFIT		49.3	61.0
Share of profits/losses of joint operations		0.0	0.0
Financial income		107.9	151.1
Financial expenses		(124.5)	(125.1)
NET FINANCIAL INCOME/(EXPENSE)	4.8	(16.6)	26.0
PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		32.7	87.0
Exceptional income		403.5	28.1
Exceptional income from operating transactions		0.0	11.7
Exceptional income from capital transactions		391.4	5.6
Reversals of provisions and impairment		12.1	10.8
Exceptional expenses		(404.6)	(15.0)
Exceptional expenses on operating transactions		(4.4)	(0.0)
Exceptional expenses on capital transactions		(393.1)	(4.0)
Depreciation, amortisation, provisions and impairment		(7.1)	(11.0)
EXCEPTIONAL ITEMS	4.9	(1.1)	13.1
Employee profit-sharing		0.0	0.0
Income taxes	4.10 & 4.11	(13.3)	(8.4)
NET PROFIT/(LOSS)		18.3	91.7

PARENT COMPANY BALANCE SHEET (French GAAP)

ASSETS (€m)	Note	31.12.19 Net	31.12.18 Net
<i>Intangible assets</i>	2.2 & 3.1	42.2	36.8
Audiovisual rights		34.5	29.9
Other intangible assets		7.7	6.9
<i>Property, plant and equipment</i>	2.3 & 3.2	50.8	36.8
Technical facilities		9.3	7.2
Other property, plant and equipment		36.3	25.0
Property, plant and equipment under construction		5.2	4.6
<i>Non-current financial assets</i>	2.4 & 3.3	1,332.1	1,381.7
Investments in subsidiaries and affiliates		1,195.7	1,381.5
Other long-term investment securities		0.0	0.0
Loans receivable		120.0	0.0
Other non-current financial assets		16.4	0.2
NON-CURRENT ASSETS		1,425.1	1,455.3
Inventories and work in progress	2.5 & 3.4	97.6	92.0
Advance payments	2.6 & 3.5.1	102.9	139.7
Trade debtors	2.7 & 3.5.2	228.0	224.5
Other debtors	3.5.3	362.0	391.2
Short-term investments and cash	2.8 & 3.6	143.8	196.4
Prepayments	3.7	6.5	3.7
CURRENT ASSETS		940.8	1,047.5
Unrealised foreign exchange losses		0.0	0.0
TOTAL ASSETS		2,365.9	2,502.8

LIABILITIES AND SHAREHOLDERS' EQUITY (€m)	Note	31.12.19	31.12.18
Share capital		42.0	42.0
Share premium		20.2	16.8
Legal reserve		4.3	4.3
Other reserves		771.3	774.8
Retained earnings		551.0	543.0
Net profit/(loss) for the year		18.3	91.7
Restricted provisions	2.10	13.1	15.8
SHAREHOLDERS' EQUITY	3.8	1,420.2	1,488.4
PROVISIONS FOR LIABILITIES AND CHARGES	2.11 & 3.9	61.5	90.4
Bank borrowings ⁽¹⁾		0.0	0.0
Other borrowings ⁽²⁾		376.5	419.8
Trade creditors		218.3	214.4
Tax and employee-related liabilities		123.0	123.0
Amounts payable in respect of non-current assets		7.6	8.5
Other liabilities		156.2	156.2
Deferred income		2.6	1.8
LIABILITIES	3.10	884.2	923.7
Unrealised foreign exchange gains		0.0	0.3
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,365.9	2,502.8
<i>(1) of which bank overdrafts and bank accounts in credit</i>		0.0	0.0
<i>(2) of which intra-group current accounts</i>		376.5	419.8

Parent company cash flow statement (French GAAP)

CASH FLOW STATEMENT (€m)	2019	2018
1 – Operating activities		
• Net profit for the year	18.3	91.7
• Depreciation, amortisation, provisions and impairment ^{(1) (2)}	94.2	50.5
• Investment grants released to the income statement	0.0	0.0
• Net (gain)/loss on disposals of non-current assets	0.2	(3.3)
Operating cash flow before changes in working capital	112.7	138.9
• Acquisitions of television programmes ⁽²⁾	(4.2)	(4.0)
• Amortisation and impairment of television programmes ⁽²⁾	4.8	5.6
• Inventories	(5.6)	31.6
• Trade and other operating debtors	22.9	121.8
• Trade and other operating creditors	4.4	(128.4)
• Advance payments received from third parties, net	36.8	(21.8)
Change in operating working capital needs	59.1	4.8
NET CASH GENERATED BY/(USED IN) OPERATING ACTIVITIES	171.8	143.7
2 – Investing activities		
• Acquisitions of property, plant & equipment and intangible assets ^{(1) (2)}	(104.6)	(89.4)
• Disposals of property, plant & equipment and intangible assets ^{(1) (2)}	0.0	1.1
• Acquisitions of investments in subsidiaries and affiliates and own shares	(268.6)	(548.4)
• Disposals/reductions of investments in subsidiaries and affiliates	392.9	4.1
• Impact of mergers	0.3	0.0
• Net change in amounts payable in respect of non-current assets	(0.9)	3.5
• Net change in other non-current financial assets	(120.0)	0.0
NET CASH GENERATED BY/(USED IN) INVESTING ACTIVITIES	(100.8)	(629.1)
3 – Financing activities		
• Change in shareholders' equity	3.5	0.4
• Net change in debt	(43.2)	133.6
• Dividends paid	(83.8)	(73.5)
NET CASH GENERATED BY/(USED IN) FINANCING ACTIVITIES	(123.5)	60.5
TOTAL CHANGE IN CASH POSITION	(52.6)	(424.9)
Cash position at beginning of period	196.4	621.3
Change in cash position	(52.6)	(424.9)
Cash position at end of period	143.8	196.4

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

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