

Consolidated income statement

<i>(in millions of euros)</i>	2009	2008*** restated	2007
Net sales	5 045	6 799	7 412
Metal price effect*	(1 019)	(2 023)	(2 591)
Sales at constant metal prices*	4 026	4 776	4 822
Cost of sales	(4 293)	(5 846)	(6 521)
Cost of sales at constant metal prices*	(3 274)	(3 823)	(3 930)
Gross profit	752	953	892
Administrative and selling expenses	(447)	(467)	(423)
R&D costs	(64)	(63)	(60)
Operating margin*	241	423	409
Core exposure effect**	18	(165)	20
Net asset impairment	(21)	(19)	(21)
Changes in fair value of non-ferrous metal derivatives	16	(12)	(36)
Net gains on asset disposals	17	4	4
Restructuring costs	(119)	(22)	(14)
Operating income	153	210	362
Cost of debt (gross)	(62)	(66)	(57)
Income from cash and cash equivalents	5	18	13
Other financial expenses	(45)	(31)	(37)
Share in net income of associates	(0)	(0)	-
Income before taxes	51	131	281
Income taxes	(39)	(45)	(84)
Net income from continuing operations	12	85	197
Net loss from discontinued operations	-	-	-
Net income	12	85	197
Attributable to equity holders of the Company	8	83	189
Attributable to minority interests	4	2	7
Attributable net income from continuing operations per share (in euros)			
- basic earnings per share	0,29	3,21	7,41
- diluted earnings per share	0,71	3,12	6,67
Attributable net income from discontinued operations per share (in euros)			
- basic earnings per share	-	-	-
- diluted earnings per share	-	-	-
Attributable net income per share (in euros)			
- basic earnings per share	0,29	3,21	7,41
- diluted earnings per share	0,71	3,12	6,67

* Performance indicators used to measure the Group's operating performance.

** Effect relating to the revaluation of end of period Core Exposure at its weighted average cost. In 2009, this 'Core exposure effect' also includes a material impact related to the strong decrease of the Core Exposure volume during the year (-37M€) due to a slowdown in activity and to actions initiated by the Group to reduce its working capital. The counterpart of this effect is within the Operating margin.

*** The figure as at December 31, 2008 have been restated to take into account the fair value adjustments made following completion of the initial accounting for Madeco and Intercond acquisitions.

Consolidated statement of financial position

<i>As at December 31, in millions of euros</i>	2009	2008* restated	2007
ASSETS			
Goodwill	335	308	192
Other intangible assets	189	174	101
Property, plant and equipment	1 117	1 040	858
Investments in associates	8	4	1
Other non-current financial assets	42	35	28
Deferred tax assets	57	92	48
Other non-current assets	2	4	-
NON-CURRENT ASSETS	1 750	1 657	1 227
Inventories and work in progress	803	922	1 158
Amounts due from customers on construction contracts	215	195	163
Trade receivables	955	1 110	1 092
Other current financial assets	162	320	125
Current income tax receivables	15	26	11
Other current non-financial assets	97	84	83
Cash and cash equivalents	817	398	622
Assets and groups of assets held for sale	1	1	150
CURRENT ASSETS	3 065	3 056	3 403
TOTAL ASSETS	4 815	4 713	4 630
EQUITY AND LIABILITIES			
Capital stock	28	28	26
Additional paid-in capital	1 258	1 256	1 133
Retained Earnings	538	555	526
Other components of equity	52	(260)	37
Equity excluding minority interests	1 876	1 579	1 722
Minority interests	42	39	36
TOTAL EQUITY	1 918	1 618	1 758
Pension and other retirement benefit obligations	309	317	322
Other long-term employee benefit obligations	12	13	15
Long-term provisions	49	43	25
Convertible bonds	459	271	258
Other long-term debt	359	389	353
Deferred tax liabilities	109	70	85
NON-CURRENT LIABILITIES	1 297	1 103	1 058
Short-term provisions	120	65	72
Short-term debt	140	274	301
Liabilities related to construction contracts**	174	111	138
Trade payables	845	908	866
Other current financial liabilities	96	376	180
Accrued payroll costs	168	160	133
Current income tax payables	28	43	32
Other current non-financial liabilities	29	54	47
Liabilities related to groups of assets held for sale	1	1	45
CURRENT LIABILITIES	1 601	1 992	1 814
TOTAL EQUITY AND LIABILITIES	4 815	4 713	4 630

* The figures as at December 31, 2008 have been restated to take into account the fair value adjustments made following completion of the initial accounting for Madeco and Intercond acquisitions.

** Including advances received on construction contracts.

Consolidated statement of cash flows

<i>(in millions of euros)</i>	2009	2008* restated	2007
Net income attributable to equity holders of the Company	8	83	189
Minority interests	4	2	7
Depreciation, amortization and impairment of assets (including goodwill)	143	128	122
Cost of debt (gross)	62	66	57
Core exposure effect**	(18)	165	(20)
Other restatements***	59	6	118
Cash flow from operations before gross cost of debt and tax****	258	451	473
Decrease (increase) in receivables	193	31	61
Decrease (increase) in inventories	186	176	129
Increase (decrease) in payables and accrued expenses	(118)	(59)	(6)
Income tax paid	(47)	(62)	(80)
Impairment of current assets and accrued contract costs	(11)	4	(4)
Net change in current assets and liabilities	203	90	100
Net cash generated from (used in) operating activities	461	541	573
Proceeds from disposals of property, plant and equipment and intangible assets	8	16	7
Capital expenditures	(164)	(172)	(168)
Decrease (increase) in loans granted	181	(187)	2
- of which margin calls on metal derivatives	140	(140)	-
Purchase of shares in consolidated companies, net of cash acquired	(2)	(311)	(36)
Proceeds from sale of shares in consolidated companies, net of cash transferred	9	19	48
Net cash generated from (used in) investing activities	32	(635)	(147)
Net change in cash and cash equivalents after investing activities	493	(94)	427
Proceeds from (repayment of) long-term borrowings	138	22	344
- of which proceeds from new borrowings	172	29	345
- of which repayments	(34)	(7)	(1)
Proceeds from (repayments of) short-term borrowings	(164)	14	(409)
Cash capital increases (reductions)	39	(23)	7
Interest paid	(45)	(54)	(36)
Dividends paid	(57)	(52)	(32)
Net cash used in financing activities	(89)	(93)	(125)
Net effect of currency translation differences	18	(19)	4
Net increase (decrease) in cash and cash equivalents	422	(206)	306
Cash and cash equivalents at beginning of year	388	594	287
Cash and cash equivalents at year-end	810	388	594
Of which cash and cash equivalents recorded under assets	817	398	622
Of which short-term bank loans and overdrafts recorded under liabilities	(7)	(10)	(28)

* The figures as at December 31, 2008 have been restated to take into account the fair value adjustments made following completion of the initial accounting for Madeco and Intercond acquisitions.

** Effect relating to the revaluation of Core exposure at its weighted average cost without cash impact.

*** Other restatements for the year ended December 31, 2009 are primarily related to offsetting the Group's income tax charge (+39 M€).

In 2008, this item mainly related to (i) offsetting the Group's income tax charge (45 million euros); and (ii) the cancellation of the impact of changes in fair value of metal and foreign exchange derivatives (a negative 28 million euros).

In 2007 this item mainly related to (i) offsetting the Group's income tax charge (84 million euros); and (ii) the cancellation of the expense recorded in the income statement for changes in fair value of metal and foreign exchange derivatives (54 million euros).

****The Group also uses the "operating cash flow" concept which is calculated after adding back restructuring costs (44 million euros, 24 million euros, and 22 million euros in 2009, 2008 and 2007 respectively) and deducting gross cost of debt and the current income tax charge.

Information by reportable segment

December 31, 2009 (in millions of euros)	Electrical wires	Energy	Telecom	Other	Group total
Sales contribution at current metal prices	450	4 126	445	24	5 045
Sales contribution at constant metal prices	216	3 381	406	23	4 026
Operating margin	1	229	22	(11)	241
Depreciation, amortization and impairment of assets (including goodwill)	(5)	(121)	(13)	(4)	(143)

December 31, 2008 restated* (in millions of euros)	Electrical wires	Energy	Telecom	Other	Group total
Sales contribution at current metal prices	899	5 292	594	14	6 799
Sales contribution at constant metal prices	325	3 929	508	14	4 776
Sales contribution at constant metal prices and 2009 exchange rates	321	3 874	509	14	4 718
Operating margin *	(3)	398	41	(13)	423
Depreciation, amortization and impairment of assets (including goodwill)*	(7)	(104)	(14)	(3)	(128)

* The figures as at December 31, 2008 have been restated to take into account the fair value adjustments made following completion of the initial accounting for Madeco and Intercond acquisitions.

December 31, 2007 (in millions of euros)	Electrical wires	Energy	Telecom	Other	Group total
Sales contribution at current metal prices	1493	5 270	638	11	7 412
Sales contribution at constant metal prices	502	3 780	529	11	4 822
Sales contribution at constant metal prices and 2008 exchange rates	485	3 684	509	11	4 689
Operating margin	9	365	49	(14)	409
Depreciation, amortization and impairment of assets (including goodwill)	(37)	(59)	(16)	(9)	(122)

Information by major geographical area

December 31, 2009 (in millions of euros)	France**	Germany	Norway	Other	Group total
Sales contribution at current metal prices*	920	555	532	3 038	5 045
Sales contribution at constant metal prices*	786	475	500	2 265	4 026
Non current assets*	150	129	123	1 247	1 649

* By origin of sales

**Including 'Corporate' activities

December 31, 2008 restated (1) (in millions of euros)	France**	Germany	Norway	Other	Group total
Sales contribution at current metal prices*	1 481	829	596	3 893	6 799
Sales contribution at constant metal prices*	1 042	623	549	2 562	4 776
Sales contribution at constant metal prices and 2009 exchange rates*	1 042	623	518	2 535	4 718
Non current assets*(1)	146	128	95	1 557	1 526

* by origin of sales

** Including 'Corporate' activities

(1) The figures as at December 31, 2008 have been restated to take into account the fair value adjustments made following completion of the initial accounting for Madeco and Intercond acquisition

December 31, 2007 (in millions of euros)	France**	Germany	Norway	Other	Group total
Sales contribution at current metal prices*	1 839	852	484	4 237	7 412
Sales contribution at constant metal prices*	1 083	621	440	2 678	4 822
Sales contribution at constant metal prices and 2008 exchange rates*	1 083	621	428	2 557	4 689
Non current assets*	147	98	108	799	1 552

* by origin of sales

** Including 'Corporate' activities

Information about major customers

The group did not have one single customer representing more than 10% of net sales neither over the year 2009 nor over the years 2008 and 2007.