TDF INFRASTRUCTURE SAS GROUP

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2018

Consolidated statement of comprehensive income, 6 months period ended June 30, 2018

In thousands euros	Notes	Unaudited June 2018 (6 months)	Dec 2017 (12 months)	Unaudited June 2017 (6 months)
Revenue	7.1	**335 154**	**676 785**	**332 601**
Other income	7.2	7 857	22 150	8 170
Consumed purchases	7.3	(20 678)	(52 172)	(28 503)
Personnel costs	7.4	(70 364)	(135 747)	(69 964)
External expenses	7.5	(75 903)	(153 678)	(69 974)
Profit/loss on disposal of non-current operating assets	7.6	64	7 260	618
Other expenses	7.2	(17 697)	(14 443)	(15 391)
EBITDA		**158 433**	**350 155**	**157 557**
Depreciation, amortisation and impairment losses	7.7	(81 388)	(184 582)	(84 068)
Current Operating Income		**77 045**	**165 573**	**73 489**
Impairment of goodwill & intangible assets identified in business combinations	7.7/8.1/8.2	-	(6 552)	-
Other operating income	7.8	-	4 620	1 587
Other operating charges	7.8	(234)	(5 946)	(125)
Operating Income (Loss)		**76 811**	**157 695**	**74 951**
Income from cash and cash equivalents		17	19	6
Gross finance costs		(69 214)	(134 241)	(65 909)
Net finance costs	7.9	**(69 197)**	**(134 222)**	**(65 903)**
Other financial income / charges	7.9	361	(280)	(685)
Share of net profits (losses) of associates	13	367	696	369
Income tax	7.10	(30 062)	(38 956)	(26 964)
Net income (loss) from continuing operations		**(21 720)**	**(15 067)**	**(18 232)**
Net income (loss) from discontinued operations	6	-	-	-
NET INCOME (LOSS) FOR THE YEAR		**(21 720)**	**(15 067)**	**(18 232)**
Other comprehensive income				
Currency translation differences		(115)	558	354
Actuarial gains (losses)			(804)	20
Fair value of available for sale assets		(4)	5	(5)
Income tax on other comprehensive income			275	(2)
Income and expenses recognized directly in equity	7.9/7.10	**(119)**	**34**	**367**
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR		**(21 839)**	**(15 033)**	**(17 865)**

Net income (loss) for the year attributable to			
Owners of the company	(21 658)	(16 236)	(18 491)
Non controlling interests	(62)	1 169	259
Total comprehensive income (loss) for the year attributable to			
Owners of the company	(21 777)	(16 198)	(18 124)
Non controlling interests	(62)	1 165	259

Earnings per share			
Basic (in euros)	(2)	(2)	(2)
Earnings per share - continuing operations			
Basic (in euros)	(2)	(2)	(2)

Consolidated balance sheet as of June 30, 2018

In thousands euros	*Notes*	Unaudited June 2018	Dec 2017	Unaudited June 2017
Non-current assets				
Goodwill	*8.1*	1 701 636	1 700 119	1 704 597
Intangible assets	*8.2*	225 410	214 856	218 151
Property, plant and equipment	*8.3*	1 381 883	1 361 978	1 334 597
Shares in associates	*13*	6 547	6 865	6 511
Financial assets available for sale		4 214	4 218	4 198
Other non-current assets	*8.4*	10 700	10 048	3 564
Deferred tax assets		502	260	542
TOTAL NON-CURRENT ASSETS		**3 330 892**	**3 298 344**	**3 272 160**
Current assets				
Inventories	*8.4*	10 183	9 597	9 494
Trade receivables	*8.4*	169 604	143 469	186 237
Other current assets	*8.4*	83 899	88 856	87 497
Cash and cash equivalents		117 717	122 937	79 324
Assets held for sale	*6*	-	-	-
TOTAL CURRENT ASSETS		**381 403**	**364 859**	**362 552**
TOTAL ASSETS		**3 712 295**	**3 663 203**	**3 634 712**

In thousands euros	*Notes*	Unaudited June 2018	Dec 2017	Unaudited June 2017
Share capital		300 000	300 000	300 000
Additional paid-in capital		1 010 375	1 010 375	1 010 375
Currency translation reserve		(607)	(490)	(692)
Other reserves and Retained earnings		(1 194 523)	(1 178 896)	(1 179 158)
Net income (loss) of the year - attributable to owners of the company		(21 658)	(16 236)	(18 491)
Non-controlling interests		17 268	14 993	14 088
TOTAL EQUITY		**110 855**	**129 746**	**126 122**
Non-current liabilities				
Bond	*9.1*	1 385 631	1 384 570	1 383 505
Bank debt	*9.1*	(727)	(994)	(1 264)
Shareholders' debt	*9.1*	1 063 599	1 063 599	1 063 599
Other financial debts	*9.1*	14 673	6 358	6 992
Provisions	*9.3*	72 900	80 745	72 202
Deferred tax liabilities		248 594	249 661	273 682
Other non-current liabilities	*9.4*	33 357	24 644	42 334
TOTAL NON-CURRENT LIABILITIES		**2 818 027**	**2 808 583**	**2 841 050**
Current liabilities				
Other financial debts	*9.1*	130 891	122 311	108 327
Provisions	*9.3*	32 336	32 160	49 368
Trade payables	*9.4*	139 003	164 586	128 305
Tax and social liabilities	*9.4*	120 117	110 713	110 786
Other current liabilities	*9.4*	95 822	77 005	101 594
Bank overdrafts		2	6	-
Accrued interest		265 242	218 093	169 160
Lliabilities related to assets held for sale	*6*			-
TOTAL CURRENT LIABILITIES		**783 413**	**724 874**	**667 540**

Consolidated statement of cash flows
6 months period ended June 30, 2018

In thousands euros	*Notes*	Unaudited June 2018 (6	Dec 2017 (12 months)	Unaudited June 2017 (6
Net income (loss) from continuing operations		**(21 720)**	**(15 067)**	**(18 232)**
Non-cash items and other adjustments				
Depreciation, amortisation and impairment		81 388	191 134	84 068
Change in provisions and non-cash expenses		(6 074)	(15 506)	(4 827)
Gain (loss) on disposal of non-current assets		(37)	(6 983)	(291)
Total income tax		30 061	38 956	26 964
Finance income and expenses		67 230	129 819	64 209
Cash generated from operating activities before changes in working capital	*10.1*	**150 848**	**322 353**	**151 891**
Income tax paid		(23 522)	(70 814)	(36 680)
Change in Working Capital	*10.2*	(10 095)	(4 141)	(21 227)
Net cash from operating activities		**117 231**	**247 398**	**93 984**
Acquisitions of non-current operating assets		(110 058)	(205 207)	(96 938)
Proceeds from disposal of non-current operating assets		642	5 414	630
Dividends from non consolidated companies		876	937	637
Acquisition of controlling interests, net of cash & cash equivalents acquired		(1 712)	(5 082)	(1 689)
Change in other financial assets		920	3 716	2 317
Net cash used in investing activities	*10.3*	**(109 332)**	**(200 222)**	**(95 043)**
Dividends paid to non-controlling interests		(408)	(1 275)	-
Proceeds from other financial debts		7 092	47 136	30 244
Other financial debts repayments		(1 911)	(4 030)	(2 025)
Fees related to the refinancing		(508)	(1 020)	(760)
Revenue from cash and cash equivalents		16	19	6
Changes of interest in controlled entities		3 078	-	-
Financial interests (including financial lease)		(20 343)	(38 474)	(20 425)
Net cash used in financing activities	*10.4*	**(12 984)**	**2 356**	**7 040**
Effect of exchange rate changes on cash		(131)	(105)	(161)
NET CASH FROM (USED IN) CONTINUING ACTIVITIES		**(5 216)**	**49 427**	**5 820**
Net cash from discontinued activities		**-**	**-**	**-**
Net change in cash and cash equivalents		**(5 216)**	**49 427**	**5 820**
Opening cash & cash equivalents		**122 931**	**73 504**	**73 504**
Closing cash & cash equivalents		**117 715**	**122 931**	**79 324**

Consolidated statement of changes in equity

In thousands euros	Number of outstanding shares	Attributable to owners of the company						Non-controlling interests	Total Equity
		Share capital	Additional paid-in capital	*Currency translation reserve*	*Cash flow hedging reserves*	Autres Réserves et Résultats non distribués	Total		
At December 31, 2016	10 000 000	**300 000**	**1 010 375**	**(1 045)**	**-**	**(1 179 902)**	**129 428**	**15 104**	**144 532**
Consolidated net income		-	-			(18 491)	(18 491)	259	**(18 232)**
Other comprehensive income		-	-	354		13	367		**367**
Total comprehensive income		**300 000**	**1 010 375**	**(691)**	**-**	**(1 198 380)**	**111 304**	**15 363**	**126 667**
Dividends paid		-	-	-	-	-	-	(1 275)	**(1 275)**
Stock options valuation						710	710		**710**
Changes of interest in controlled entities and changes in consolidation scope				(1)		21	20		**20**
At June 30, 2017 (unaudited)	10 000 000	**300 000**	**1 010 375**	**(692)**	**-**	**(1 197 649)**	**112 034**	**14 088**	**126 122**
At December 31, 2017	10 000 000	**300 000**	**1 010 375**	**(490)**	**-**	**(1 195 132)**	**114 753**	**14 993**	**129 746**
Consolidated net income		-	-	-	-	(21 658)	(21 658)	(62)	**(21 720)**
Other comprehensive income		-	-	(115)		(4)	(119)		**(119)**
Total comprehensive income		**300 000**	**1 010 375**	**(605)**	**-**	**(1 216 794)**	**92 976**	**14 931**	**107 907**
Dividends paid							-	(409)	**(409)**
Stock options valuation						280	280		**280**
Changes of interest in controlled entities and changes in consolidation scope				(2)		333	331	2 746	**3 077**
At June 30, 2018 (unaudited)	10 000 000	**300 000**	**1 010 375**	**(607)**	**-**	**(1 216 181)**	**93 587**	**17 268**	**110 855**

Notes to the consolidated financial statements

1. Highlights of the period

Development of the Fiber activity

New success in fiber business in January 2018: the Group is selected to roll and operate the Maine-Et-Loire fiber network

The Anjou Digital Joint Open Syndicate (Syndicat Mixte Ouvert Anjou Numérique) officially named TDF to roll out and operate optical fiber in rural areas in French county Maine-et-Loire. This represents TDF's fourth successful contract bid.
Following a tender process lasting several months, TDF now has the task to deploy, operate and market the optical fiber network in Maine-et-Loire under a 25-year public service outsourcing contract, which covers installing 220,000 connections before 2022. The project will allow to provide individuals and businesses with ultra-high-speed broadband throughout the county. The first deployments are expected to begin in the second half of 2018.

Caisse des Dépôts teams up with TDF to roll out optical fiber in Val d'Oise

In February 2018, French state-owned investment entity Caisse des Dépôts took a 30 percent stake in TDF subsidiary Val d'Oise Fibre, which was formed to roll out, operate, and market an optical fiber network in sparsely populated areas in French county Val d'Oise under a public service outsourcing contract.

Yvelines (AMEI)

As a reminder, following a competitive tender, TDF was chosen to supply optical fiber in sparsely populated rural areas in Les Yvelines (78).
As part of this project, the Group is taking over or is committed to take over part of the fiber infrastructure already deployed in the department, as well as the related customer contracts.
A fair value measurement impact assessment under IFRS is in progress as of June 30, 2018.

The Group confirms its ambition to extend its infrastructure operator business to optical fiber and will invest in this market to speed up digital network facilities deployment in France. On the first half of 2018, the development of this activity represents 23.1 million euros of investments.

Acquisition of Deltacom business

At March 5, 2018, the Group acquired part of Deltacom's telecom business for € 1.5 million.
It is a service providing activity (sites research, engineering studies) for the roll-out of mobile phone networks or FTTH fixed networks (see note 8.1).

Change in IFRS standards

See the note 3.6.

Change in contingent liabilities and firm commitments

See the notes 12.1 and 12.2.

2. General presentation

The Group's consolidation head company, TDF Infrastructure SAS (formerly Tyrol Acquisition 2 SAS), is a "société par actions simplifies" (simplified joint stock company) with registered office at 92 120 Montrouge - 155 bis Avenue Pierre Brossolette.

As a partner to television, radio, telecommunication operators and local governments, the Group provides know-how in the following activities:

- audiovisual services (TV and radio digital broadcasting, FM radio broadcasting),
- telecommunications (design, deployment, maintenance and management of 2G, 3G and 4G telecommunication networks infrastructures, ultra-highspeed connection, hosting on roof tops, datacenters and hosting of broadcasting and reception equipment on proprietary sites),
- management and broadcast of multimedia contents to all fixed and mobile devices.

To these ends, the Group draws upon its recognized expertise and over 17 700 terrestrial sites mainly in France. The Group focuses on developing new digital solutions: connected Digital TV, catch-up TV, ultra-high definition television etc.

In addition, given the first tenders won to deploy, operate and market Very High Speed optical fiber network, the Group is extending its infratsructure operator business to optical fiber, and will invest in this market to speed up digital network facilities deployment in France.

The Group operates in markets characterized by sweeping changes in both technology and regulations (for example, some businesses are subject to pricing constraints imposed by local regulatory authorities).

2.1 Presentation of the financial statements

The main performance indicators used by the Group are:

EBITDA (earnings before interest, taxes, depreciation and amortization), which is equivalent to current operating income before depreciation, amortization and impairment of assets.

Current operating income, which is equivalent to operating income before:

- Any impairment of goodwill,
- "Other operating income" and "other operating expenses", which may include,
  - Material and unusual gains or losses on sale and/or impairment of non-current tangible and intangible assets;
  - Certain restructuring charges: this concerns only restructuring costs that would be likely, due to their unusual nature and their significance, to misstate current operating income;
  - Gains or losses on sale of subsidiaries net of selling costs, liquidation costs and acquisition costs of subsidiaries;
  - Other operating income and expenses, such as a provision for material litigation, changes in provisions for dismantling affecting income and related to changes in calculation assumptions.

3. Basis of preparation

3.1 Statement of compliance

The TDF Infrastructure Group condensed consolidated financial statements, for the 6 months ended June 30, 2018, have been prepared in accordance with IAS34 – Interim financial reporting. As condensed financial statements, they include selected explanatory notes and should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2017.
IFRS can be downloaded from the following website:
http://ec.europa.eu/internal_market/accounting/ias/index_fr.htm

The condensed consolidated financial statements at June 30, 2018 are unaudited and were prepared under the supervision of the management of the Group, and faithfully reflect the results for the periods in accordance with IFRS.

The condensed consolidated financial statements at June 30, 2018 were approved by the Chairman of TDF Infrastructure SAS on September 17, 2018.

3.2 Functional and presentation currency

The consolidated financial statements are stated in thousands of euros, which is the presentation and functional currency of the Group's consolidation head company.

3.3 Basis of measurement

Financial statements have been drawn up on the historical cost basis, except for the following items that are recognized at fair value: financial instruments held for trading, available-for-sale financial instruments and liabilities arising from cash-settled share-based transactions.

3.4 Judgments and estimates

In the process of drawing up the consolidated financial statements, the measurement of certain balance sheet items requires the use of assumptions, estimates or assessments. This is notably the case with goodwills (notes 3.71 and 8.1), tangible and intangible assets (notes, 8.2 and 8.3), amounts of provisions (notes 9.2 and 9.3), deferred tax valuation (notes 3.8 and 7.10), recognition of revenue (note 3.6). These assumptions, estimates and assessments are made based on information available or situations existing at the time the financial statements are drawn up, and may subsequently turn out different from future conditions.

At each closing date, the Group identifies the assets for which a disposal has been initiated and assesses if the sale is highly probable as required by IFRS 5.
IFRS 5 states that an entity shall classify a non-current asset (or disposal Group) as held for sale if its book value will be recovered principally through a sale transaction rather than through continuing use. For the sale to be highly probable the asset (or disposal Group held for sale) must be available for immediate sale in its present condition and management must be committed to the sale.
In addition, the sale should be expected to qualify for recognition as a completed sale within one year from the date of classification. In this case the non-current asset (or disposal Group) is valued at the lower of its carrying value and fair value less costs to sell.

Most Group entities have multi-year agreements with large customers. During the term of the agreements and upon expiry and/or renewal, discussions take place between those entities and their customers over the conditions, particularly financial, that have applied to these agreements. In view of this, where applicable, the entities record in their books the expected benefits and obligations under the agreements, including their best estimate of the effect of consequences deriving from the terms thereof. These estimates are uncertain by nature, and the final results may prove significantly different from estimates made at the date of preparation of the financial statements.

The Group is not subject to significant seasonal fluctuations.

3.5 Error corrections

No error correction has been accounted for during the year.

3.6 Standards and interpretations in force

The accounting policies are unchanged compared to those used in the preparation of the consolidated financial statements for the year ended December 31, 2017.

In addition, the Group has decided not to adopt the new standards, amendments to standards and interpretations early, whether there already adopted by the European Union or not, for which the mandatory application date is after this financial year.

IFRS 15 - "Revenue from Contracts with Customers"

This new standard deals with the recognition of revenue and is applicable since from January 1, 2018. It replaces IAS 18 and IAS 11.
The basic principle of IFRS 15 is an income recognition based on the transfer of goods or services promised to a customer, for an amount that reflects the payment that the entity expects to receive in return for these goods or services. It specifies the manner with which an entity must recognize its revenue based on the services it provides, without necessarily concluding to a change compared with IAS 18 and IAS 11 accounting methods.

<u>Work completed</u>
The Group conducted impact analyzes of this new standard, notably on the following activities:

- Digital Television
- Radio,
- Telecom: site hosting
- Telecom: other services

See note 8.1 showing the amounts of revenue achieved for these activities.
For each activity analyzed, the Group tested significant contracts and / or a representative sample of contracts. Each contract tested was subjected to the 5-step methodology recommended by IFRS 15 to determine when to recognize income and how much:

1. Identify the contract (s) concluded with the client
2. Identify the different service obligations (PO) provided for in the contract
3. Determine the transaction price (TP)
4. Distribute the TP between the different POs provided for in the contract
5. Post the CA when a PO is completed (or as it is)

The IFRS 15 analysis was conducted by involving the operational teams when necessary.

<u>Main results</u>
<u>1. Digital Television</u>
Two distinct Performance Obligations (POs) were differentiated:

- reception and formatting of the signal to be broadcasted
- broadcast via the use of a transmitter and various other equipment's

For each of these POs, the client benefits from the service throughout the duration of the contract and as TDF carries out the service. The revenue recognition of these two POs is thus spread (no significant change compared to current methods).

<u>2. Radio</u>
Three distinct Performance Obligations (POs) were differentiated:

- Transport
- Acquisition-Treatment
- Broadcast

For each of these POs, the client benefits from the service throughout the duration of the contract and as TDF carries out the service. The revenue recognition of these three POs is thus spread (no significant change compared to current methods).

<u>3. Telecom: site hosting</u>
Three distinct Performance Obligations (POs) were differentiated, with the following characteristics:

- The engineering service to prepare site hosting:
    - The performance obligation is reached once the study is finalized and communicated to the client, whether or not it goes for next step,

  - The revenue is therefore recognized for the overall amount of the engineering package at the end of the study (no change compared to current methods);
- Site hosting and energy supply
  - The customer benefits from site hosting and energy supply throughout the duration of the contract and as TDF carries out the service,
  - The revenue is therefore recognized in a spread manner, considering in advance the different mechanics of price revisions and contractual credit notes applicable (no significant change compared to current methods);
- Use of air equipment:
  - The customer benefits from the availability of such equipment as and when made available
  - The revenue relating to this provision is therefore spread over the duration of the contract (no change compared to current methods).

<u>Conclusion</u>
No significant change was detected in the recognition rhythm of the Group's revenue.
No financing component was identified through the analysis of contracts and different categories of income. Regarding the question of agent vs principal, the analyzes carried out on the various contracts all conclude to a qualification of the Group as principal.

<u>Transition method</u>
In the absence of any significant impact detected, the Group is moving towards the choice of the transition method without retrospective application on the 2017 figures.

IFRS 9 – Financial Instruments

IFRS-9 changes the conditions for recognizing hedging transactions and the broad accounting categories of financial assets and liabilities. As the Group doesn’t hold any financial hedging instruments, no impact.
IFRS 9 also changes the recognition of credit risk for financial assets based on the expected loss approach versus exposed loss one: no significant impact, related to the lack of history of significant write-downs on the customer's receivables of the Group.

IFRS 16 – Leases

This standard significantly changes the accounting and presentation in the tenants’ accounts of lease agreements. It is applicable from 1 January 2019.

<u>Principle</u>
According to this new standard, tenants will recognize most of their leases as an asset (tangible or intangible asset) in consideration for a financial debt. The lease is thus presented as a purchase of fixed assets on credit. The restatement of presentation of financial lease contracts according to IAS 17, see note 4.6, is in some ways extended to most leases (see in particular note 12.2).

<u>Significant change of presentation</u>
Without challenging the economic balance of leases contracts, this new standard implies significant changes of presentation:
- On the income statement: rental expenses presented in EBITDA (note 7.5) will be restated, but depreciations and interest expenses will be booked,
- On the balance sheet: tangible and intangible assets (notes 8.2 and 8.3) will be increased, and also financial debt (note 9.1),
- Regarding cash flows: cash-out of rents will no longer appear in net cash from operating activity, but in financial activities, as repayment of financial debt and interest payments.

Without questioning the business and economic balance of the Group's contracts, the change of presentation related to IFRS 16 mechanically and potentially significantly impacts some financial indicators and related ratios (margin rates, debt ratios for example).

Evaluation of the impact
The evaluation of the impact is in progress, the significance of the change presentation being mostly dependent on:

- the identification of contracts which in substance are or include leases within the meaning of IFRS 16, in distinction with service contracts,
- the choice to recognize as an intangible asset some connection and capacity contracts,
- the economic duration of the contracts in question, and the consideration or not of renewal or early termination assumptions, notably in relation with the existence or absence of operational constraints, in particular for sites which serve customer contracts that are secured on a long-term basis,
- the interest rate considered to calculate the restatements.

See also the note 12.2.

Transition method
The Group will not apply this standard in advance. The choice of the transition method (with or without presentation of retrospective information) remains to be defined by the Group.

3.7 Impairment tests

For interim financial statements, unless any impairment loss indicator is identified, no impairment test on goodwill, on intangible assets with an indefinite useful life, and on other tangible and intangible assets, is performed.

3.8 Income tax

The measurement of the interim income tax expense is calculated by applying pre-tax profit for the period to the effective annual forecasted income tax rate (see note 7.10). The forecasted effective tax rate is calculated excluding any impacts of disposal of subsidiary or activity and in particular excluding any impairment of goodwill if it’s not subject to tax.

3.9 Exchange rates used for the period

The following were the functional currencies used in the Group:

	Unaudited			Unaudited
	Average	Closing	Opening	Average N-1
Polish zloty	0,237145	0,231787	0,234379	0,236373
US dollar	0,825531	0,867002	0,924076	0,896379
Congolese currency	0,001524	0,001524	0,001524	0,001524

4. Financial risk management

4.1 Credit risk

The total carrying value of financial assets takes account of the maximum exposure to credit risk.

Trade receivables

For some major TV, Radio and Telecom customers, sales invoices are issued in advance in compliance with contractual terms. The income effect of such receivables is adjusted by cut-off journal entries (deferred income, invoices to be issued, etc.) to correctly allocate income to each period.
Trade receivables are subject to provisions for impairment depending on the risks incurred and on ageing.

Short–term investments

The Group places its cash with first class banking institutions, the objective being to generate a secure, as opposed to a speculative, return. Cash is invested in euro-denominated money market UCITS and in term deposits with a maturity of under 3 months.

4.2 Market risk

A. Management of interest rate risk

Exposure to the Group's interest rate risk can be analyzed below:

	Unaudited June 2018		Dec 2017	
In thousands euros	**Outstanding**	**% of the debt**	**Outstanding**	**% of the debt**
Fixed interest rate debt	2 476 917	95,5%	2 462 982	95,6%
Variable interest rate debt	117 150	4,5%	112 862	4,4%
Total before hedging	**2 594 067**	**100,0%**	**2 575 844**	**100,0%**
Fixed interest rate debt	2 476 917	95,5%	2 462 982	95,6%
Variable interest rate	117 150	4,5%	112 862	4,4%
Total after hedging	**2 594 067**	**100,0%**	**2 575 844**	**100,0%**

At June 30, 2018 closing date, the Group notably bears:
- €1 063.6m of debt with fixed interest rate towards Tivana France Holdings (indirect shareholder);
- €1 400.0m of bond debt with fixed rates (excluding loan issuance costs).

Sensitivity analysis of cash flows for variable rate instruments

No variable rate instrument is owned by the Group, neither at June 30, 2018 nor at December 31, 2017.

B. Exchange risk

The Group's functional currency is euro. The Group has little exposure to exchange rate fluctuations in other currencies.

4.3 Liquidity risk

To ensure liquidity, the Group has available resources of €367.6m (€372.7m on December 31, 2017):
- Cash and cash equivalents of €117.6m as of June 30, 2018 (€122.7m on December 31, 2017);
- A Revolving Credit Facility available for an amount of €250.0m negotiated under the bank credit agreement signed on March 31, 2015 for use by TDF Infrastructure SAS to cover its own needs and those of its subsidiaries in respect of acquisitions, capital expenditure and working capital.
  This line is not used, neither as of June 30, 2018 nor as of December 31, 2017.

Contractual maturities of financial debt break down as follows (including interest payments):

	Unaudited				
	June 2018		Maturities		
In thousands euros	Book value	Cash flow	< 1 year	1 to 5 years	> 5 years
Non-derivative financial instruments					
Financial debts - Nominal	2 609 163	2 609 163	130 891	606 944	1 871 328
Loan issue expenses	(15 096)	-	-	-	-
Financial interests	265 242	1 457 585	367 686	476 813	613 086
Trade payables	139 003	139 003	139 003	-	-
Total financial liabilities	**2 998 312**	**4 205 751**	**637 580**	**1 083 757**	**2 484 414**

	Dec 2017		Maturities		
In thousands euros	Book value	Cash flow	< 1 year	1 to 5 years	> 5 years
Non-derivative financial instruments					
Financial debts - Nominal	2 592 268	2 592 268	122 311	600 964	1 868 993
Loan issue expenses	(16 424)	-	-	-	-
Financial interest	218 093	1 469 229	318 718	476 813	673 698
Trade payables	164 586	164 586	164 586	-	-
Total financial liabilities	**2 958 523**	**4 226 083**	**605 615**	**1 077 777**	**2 542 691**

See the notes 4.4 and 9.1 which describe the split, the nature and the characteristics of financial debts.

As of June 30, 2018, we have:

- the shareholder debt, towards Tivana France Holdings for €1 063.6m (indirect shareholder of the Group), with a fixed rate interests of 7.7% and a maturity on March 20, 2030;
- the first bond debt, issued on October 19, 2015, for €600m, with a fixed coupon of 2.875% and a maturity on October 19, 2022;
- the second bond debt, issued on April 7, 2016, for €800m, with a fixed coupon of 2.50% and a maturity on April 7, 2026.

By prudence, maturities on financial debts (bank and bond debts) correspond to contractual maturities, without presuming any early repayments.

Financial expenses are calculated up to the contractual maturity of the liabilities to which they relate.

For debts with variable interest rates, interest rates used are the forward rates prevailing at the reporting date.

Concerning the shareholder loan of €1 063.6m towards Tivana France Holdings, quarterly interests on that debt can be:

- capitalized
- paid
- or the payment can be deferred, without the interests being capitalized.

Therefore, in the liquidity risk disclosure, by prudence, assumptions taken are the following:

- interests neither capitalized nor paid are disclosed with a maturity below one year,
- future interests are supposed paid every quarter over the loan length, without considering the deferred payments or capitalization mechanisms that are authorized by the loan contract.

4.4 Indebtedness

The Group has contracted an unsecured senior debt towards bank lenders (« bank debt ») and bondholders (« bond debt »).

Bond debt

The characteristics of bond debts of the Group are unchanged compared to December 31, 2017.

Bank debt

At June 30, 2018, like December 31, 2017, the TDF Infrastructure SAS group has a bank credit facility agreement, which was implemented within the context of the change of shareholders on March 31, 2015, called "Facilities Agreement".

The conditions of this agreement have not changed compared to December 31, 2017. It is to be noticed that the all the bank term loans have been repaid following the second bond debt issued on April 7, 2016. The revolving credit line of €250m remains in force (it is not used at June 30, 2018).

The bank agreement includes a leverage ratio covenant (consolidated net debt/consolidated EBITDA).
Some adjustments, defined in the bank agreement, are applied to the consolidated aggregates for the ratio calculation.

This covenant is calculated and communicated to the lenders' agent twice a year.
The leverage ratio covenant at the end of June 2018 is compliant.

5. Operating segments

Pursuant to IFRS 8, the Group reports its results and assets by operating segment. The determination of the operating segments reflects the Group's internal reporting structure. The results of all operating segments are regularly reviewed by Group senior management with a view to assessing their performance and to taking decisions on the resources to allocate to each segment.

The CGU TDF itself represents more than 90% of revenues, assets and profits of the Group. The results of the Group are therefore reviewed as a whole, there is for now only one segment.

Under IFRS 8, the Group discloses revenue by business line which breaks down as follows:

- Television: carrying and broadcasting digital signals and related services, provision of uplink services, temporary or permanent rental of 'space' (satellite transponder time), allowing TV broadcasting to given territories,
- Radio: carrying and broadcasting signals and related services,
- Telecom and Services: hosting of broadcasting and reception equipment on Group sites, providing maintenance and engineering services, locating sites, data centers, high speed networks,
- Media services: pre-broadcasting/final control rooms, smart transport activities (traffic information), storage and digital delivery of multi-media content,
- Fiber (FTTH): roll-out, operation and marketing of optical fiber networks,
- Other: royalties generated from intellectual property, income and interest from rentals.

The Group confirms its ambition to extend its infrastructure operator business to optical fiber and will invest in this market to speed up digital network facilities deployment in France. On the first half of 2018, the development of this activity represents 23.1 million euros of investments.

Finally, figures disclosed hereafter represent the way the Group activity is reviewed internally, mostly the Key indicator « EBITDA excluding IFRS 2 charges, severance payments and related fees" which correspond to EBITDA restated:

- from charges booked in application of IFRS 2 (which are in the Group's case without cash impact),
- from all charges corresponding to severance payments and recognized over the period (legal and transactional severance payments) among the Group, and all fees directly related (lawyers, etc.).

	In thousands euros	June 2018 (6 months)	Dec 2017 (12 months)	June 2017 (6 months)	Variation June 2018 / June 2017	Variation in %
Income	Digital Television	86 729	174 044	87 523	(794)	-1%
	Radio	56 989	115 160	57 333	(344)	-1%
	Total Broadcasting Services	**143 718**	**289 204**	**144 856**	**(1 138)**	**-1%**
	Telecom: site hosting	144 724	289 990	143 249	1 475	1%
	Telecom: other services	11 882	28 932	12 387	(505)	-4%
	Total Telecoms & Services	**156 606**	**318 922**	**155 636**	**970**	**1%**
	Media Services	25 956	48 964	25 077	879	4%
	Fiber (FTTH)	630	-	-	630	n.a.
	Other	8 244	19 695	7 032	1 212	17%
	Total revenue	**335 154**	**676 785**	**332 601**	**2 553**	**1%**
	EBITDA excluding IFRS 2 charges, severance payments and related fees	**160 010**	**354 963**	**159 764**	**246**	**0%**
	EBITDA	**158 433**	**350 155**	**157 557**	**876**	**1%**
	Depreciation, amortisation and impairment losses	(81 388)	(184 582)	(84 068)	2 680	-3%
	Current Operating Income	**77 045**	**165 573**	**73 489**	**3 556**	**5%**
	Impairment of goodwill & intangible assets identified in business combinations		(6 552)			
	Other operating income and charges	(234)	(1 326)	1 462		
	Operating Income (Loss)	**76 811**	**157 695**	**74 951**		
Flows	**Net cash from operating activities (a)**	**117 231**	**247 398**	**93 984**	**23 247**	**25%**
	Operating capex (b) *	**(100 636)**	**(215 146)**	**(93 975)**	**(6 661)**	**7%**
	Working capital effects on operating capex (c)	(9 422)	9 940	(2 963)	(6 459)	218%
	Operating disposals net from working capital effects (d)	642	5 413	630	12	2%
	Operating cash available((a) + (b) + (c) + (d))	**7 815**	**47 605**	**(2 324)**	**10 139**	**-436%**
	Workforce (full-time average equivalent)	**2 129**	**2 124**	**2 137**	**(8)**	**0%**

** Operating capex excluding financial lease capex*

6. Discontinued operations, assets held for sale and disposed entities

6.1 Discontinued operations

At June 30, 2018, as at December 31, 2017, the Group does not have any discontinued operations in the meaning of IFRS 5.

6.2 Assets held for sale and disposed entities

At June 30, 2018, as at December 31, 2017, the Group does not have any assets held for sale in the meaning of IFRS 5.

7. Notes to the statement of comprehensive income

7.1 Revenue

In thousands euros	Unaudited June 2018 (6 months)	 June 2017 (6 months)
Digital Television	86 729	87 523
Radio	56 989	57 333
Total Broadcasting Services	**143 718**	**144 856**
Telecom: site hosting	144 724	143 249
Telecom: other services	11 882	12 387
Total Telecoms & Services	**156 606**	**155 636**
Media Services	25 956	25 077
Fiber (FTTH)	630	-
Others	8 244	7 032
Total revenue	**335 154**	**332 601**

7.2 Other income and expenses (in current operating income)

In thousands euros	Unaudited June 2018 (6 months)	 June 2017 (6 months)
Other income	**7 857**	**8 170**

Other income and expenses mainly comprises compensations from insurance and others, income from penalties received and operating grants received.

In thousands euros	Unaudited June 2018 (6 months)	 June 2017 (6 months)
Business tax	(4 129)	(3 885)
Property tax	(9 291)	(9 060)
Other taxes	(2 348)	(2 223)
Provisions	992	1 530
Other operating expenses	(2 921)	(1 753)
Other expenses	**(17 697)**	**(15 391)**

The line "Provision on receivables – Prov. For risks and charges" includes changes in provision for risks and charges and changes in provisions on trade receivable and other current assets. The reversals of provision for risks and charges correspond to conclusions reached concerning litigation already provisioned, and to successful negotiations for the Group.

The lines Property tax and Other taxes are impacted by the effect of the IFRIC 21 standard. Indeed, applying IFRIC 21, annual charges related to Property tax, IFER and C3S taxes have to be fully recognized on January 1st.

7.3 Consumed purchases

In thousands euros	Unaudited June 2018 (6	Unaudited June 2017 (6
Resold purchases	(10 896)	(7 836)
Energy and fuels	(24 005)	(22 570)
Other purchases including change in inventory	(3 334)	(3 174)
Capitalized purchases	17 557	5 077
Consumed purchases	**(20 678)**	**(28 503)**

The increase in capitalized purchases is notably due to roll-out of optical fiber networks initiated since the second half of 2017 (see also Note 1).

7.4 Personal cost

In thousands euros	Unaudited June 2018 (6 months)	Unaudited June 2017 (6 months)
Salaries & wages	(56 381)	(55 053)
Social security contributions	(18 023)	(18 766)
Tax contributions on salaries & wages	(3 170)	(2 863)
Statutory employee profit sharing	(4 478)	(4 819)
Post-employment benefits : defined benefit plans	(959)	(914)
Post-employment benefits : defined contributions	(5 357)	(5 423)
Share based payments	(280)	(710)
Other personnel costs	(2 857)	(2 980)
Capitalized personnel costs	21 141	21 564
Total personnel costs	**(70 364)**	**(69 964)**

Other personnel costs largely comprise contractual employee profit sharing, various staff expenses (workers' council, lunch contribution, Committees for Occupational Health and Safety etc.), and accruals for vacation and other employee costs.

7.5 External expenses

In thousands euros	Unaudited June 2018 (6 months)	Unaudited June 2017 (6 months)
Real estate	(19 603)	(18 242)
Technical subcontracting	(29 113)	(28 627)
Administrative subcontracting	(6 536)	(6 439)
Expenses linked to personnel	(8 044)	(9 023)
Surveys & consulting fees	(7 960)	(3 228)
External & internal communication costs	(516)	(725)
Corporate fees	(2 724)	(2 509)
Insurance	(1 407)	(1 181)
External expenses	**(75 903)**	**(69 974)**

7.6 Profit on disposal of non-current operation assets

Profit on disposals over the various periods disclosed mainly corresponds to sales completed by TDF SAS.

7.7 Depreciation, amortization and impairment losses

In thousands euros	Unaudited June 2018 (6 months)	Unaudited June 2017 (6 months)
Amortisation of intangible assets	(18 707)	(17 795)
Depreciation of tangible assets	(63 098)	(66 549)
Write-back of investment subsidies	417	328
Impairment of intangible assets	-	-
Impairment of tangible assets	-	(52)
Depreciation, amortisation and impairment losses	**(81 388)**	**(84 068)**

7.8 Other operating income and charges

Other operating income and charges mainly include incomes and costs, which are significant and unusual, and are recognized in non-recurrent operating income (below EBITDA, see also the note 2.1).

At 30 June 2017, other operating income and charges notably correspond to an unused release of €0.9m of provision for employee-related measures (reestimation of expected costs).

7.9 Net finance costs

Net finance costs can be broken down as follows:

In thousands euros	Unaudited June 2018 (6 months)	Unaudited June 2017 (6 months)
Revenues from available funds placed	17	6
Total financial revenue (a)	**17**	**6**
Finance expenses linked to debt : Bond	(18 472)	(18 472)
Finance expenses linked to debt : Bank debt revolving	(508)	(760)
Finance expenses linked to debt : Shareholder	(48 696)	(45 127)
Finance expenses linked to debt : Financial lease	(178)	(228)
Finance expenses linked to debt : Other debts	(31)	(20)
Result on financial instruments measured at amortized cost (b)	**(67 885)**	**(64 607)**
Capitalisation & amortisation of loan issue expenses (c)	**(1 329)**	**(1 302)**
Profit (loss) related to derivatives (d)	**-**	**-**
Total finance expenses (e) = (b) + (c) + (d)	**(69 214)**	**(65 909)**
Net financial debt cost (a) + (e)	**(69 197)**	**(65 903)**

The change in the net financial debt cost compared to the previous year is principally explained by the interests on the shareholder's debts: the rate remains fixed and unchanged, but the interests for which payment is deferred (see note 4.3) generate additional interests

See also the notes 4.4 and 9.1 describing financial debts evolution and their characteristics.

At June 30, 2018, excluding shareholder debts, the average interest rate on financial debt is 2.93% (2.92% at June 30, 2017), including financing costs.

Other financial income and charges are as follows:

	Unaudited	
In thousands euros	**June 2018 (6 months)**	**June 2017 (6 months)**
Net discounting costs excluding net debt	(343)	(412)
Forex gains (losses)	74	(357)
Other financial expenses & Income	630	84
Other financial revenues / charges	**361**	**(685)**

Net discounting costs mainly concern discounting effects on provisions.

Finance income and expenses recognized under other comprehensive income are as follows:

	Unaudited	
In thousands euros	**June 2018 (6 months)**	**June 2017 (6 months)**
Currency translation differences for foreign operations	(115)	354
Finance income and expenses recognised in other comprehensive income	**(115)**	**354**

7.10 Income tax

From April 1, 2015, a new tax consolidation group was created headed by Tivana France Holdings (single shareholder of TDF Infrastructure Holding SAS since March 31, 2015, itself sole shareholder of TDF Infrastructure SAS). All French entities owned directly or indirectly at least 95% by Tivana France Holdings SAS are included in this tax group.

The scope of the tax consolidation group being therefore greater than the consolidation of TDF Infrastructure SAS group, it should be noted that the effects of the tax consolidation (recognition of the tax group benefit and the Tax Group's tax loss carried forward) are not recognized in these consolidated financial statements. On the contrary, each entity calculates its tax expense on its own and recognizes its tax loss carried forward (or not) on its own, according to its own results and its own perspective to use or not the tax loss carried forward it generates.

The income tax expense is calculated applying the effective interest method as prescribed under IAS 34, based on the annual forecast and June 2017 earnings. The forecasted effective tax rate is calculated excluding any impacts of disposal of subsidiary or activity and in particular excluding any impairment of goodwill if it’s not subject to tax.

The income tax of the period is analyzed below:

In thousands euros	Unaudited June 2018 (6 months)	 June 2017 (6 months)
Current tax expense	(27 569)	(25 463)
Other income tax expenses	(3 803)	(5 476)
Deferred tax expense	1 310	3 975
Income tax expense from continuing operations	**(30 062)**	**(26 964)**
Income tax from discontinued operations and disposed entities	-	-
Total income tax	**(30 062)**	**(26 964)**

Note that among the €27.6m of current tax expenses mentioned above (€25.5m as of June 30, 2017), €26.8m concern entities belonging to the tax consolidation group (€24.2m as of June 30, 2017), and are actually offset at the tax consolidation group level by loss of other companies, such as Tivana France Holdings SAS, TDF Infrastructure Holding SAS, TDF Infrastructure SAS, or Arkena SAS (see hereafter).

Income tax recognized in other comprehensive income is analyzed below:

	Unaudited June 2018 (6 months)			June 2017 (6 months)		
In thousands euros	Pre-tax	Tax (Expense) / Credit	**Net of tax**	Pre-tax	Tax (Expense) / Credit	**Net of tax**
Currency translation differences for foreign operations	(115)	-	(115)	354	-	354
Actuarial gains (losses) on defined benefit plan	-	-	-	20	(2)	18
Others	(4)	-	(4)	(5)	-	(5)
Total	**(119)**	**-**	**(119)**	**369**	**(2)**	**367**

The reconciliation between the theoretical income tax based on a theoretical income tax rate and the income tax based on the effective interest method (as prescribed by IAS 34 for interim financial statements and based on annual forecasts) is provided below:

	Unaudited			
	June 2018 (6 months)		**June 2017 (6 months)**	
In thousands euros	**Value**	**Rate**	**Rate**	**Value**
Profit (loss) for the period	(21 720)			(18 232)
Total income tax for the period	(30 062)			(26 964)
Profit (loss) excluding income tax	8 342			8 732
Theoretical income tax based on the French statutory income tax rate	**(2 872)**	**34,43%**	**34,43%**	**(3 006)**
Permanent differences on disposals	-			-
Impairment of tax loss carried forward	(16 380)	196,36%	186,20%	(16 259)
Other income tax expenses (CVAE, etc)	(2 364)	28,34%	36,44%	(3 182)
Non-deductible interest	(6 017)		64,62%	(5 643)
Effect of difference in foreign tax rates (theoretical rate)	106	-1,27%	-1,25%	109
Deferred tax on "CVAE" (1)	429	-5,14%	-4,05%	354
Other permanent differences	(307)	3,68%	-5,36%	468
Others	(2 657)	31,85%	-2,23%	195
Actual income tax	**(30 062)**	**288,24%**	**308,80%**	**(26 964)**

(1) This deferred tax income relates to the Group decision to classify CVAE as income tax.

Concerning non-deductible interests, as a reminder, in France, the interest's deductibility limit is 75%. This tax effect concerns interest costs on bank debts, on bond debt and on the shareholder loan.

At June 30, 2018, the changes related to depreciations or non-recognition of tax loss carried forward assets are notably related to TDF Infrastructure SAS: the impact of the tax loss carried forward brought forth by TDF Infrastructure SAS over the period and unrecognized amounts €16.1m vs €14.4m as of June 30, 2017.
Deferred tax assets of TDF Infrastructure SAS and Arkena SAS are not recognized, since these entities do not have strong enough forecasts demonstrating consumption of tax loss carried forward, but note that a tax consolidation is actually done above TDF Infrastructure SAS level (see above).

8. Notes to the balance sheets: assets

Except for deferred taxes that are classified as non-current assets or liabilities, assets and liabilities are classified as current when the amounts are expected to be recovered or settled no more than 12 months after the reporting date. If this is not the case, they are classified as non-current.

8.1 Goodwill

At June 30, 2018, the Group goodwill breaks down by CGU or group of GGUs as follows:

Unaudited

In thousands euros	**Dec 2017**	Change in consolidation scope : acquisitions	Impairment losses	Change in consolidation scope : disposals / IFRS	Currency translation adjustment	Reclassifi-cation and allocation	**June 2018**
TDF	**1 694 035**	1 517			-		**1 695 552**
Arkena	**-**				-		**-**
Mediamobile	**6 084**	-	-	-	-		**6 084**
Levira	**-**	-	-	-	-		**-**
Total	**1 700 119**	**1 517**	**-**	**-**	**-**	**-**	**1 701 636**

The increase of the TDF CGU goodwill corresponds to the acquisition in March 2018 of part of Deltacom's telecom business.
It is a service providing activity (sites research, engineering studies) for the roll-out of mobile phone networks or FTTH fixed networks.

At June 30, 2017, the Group goodwill breaks down by CGU or group of GGUs as follows:

Unaudited

In thousands euros	**Dec 2016**	Change in consolidation scope : acquisitions	Impairment losses	Change in consolidation scope : disposals / IFRS	Currency translation adjustment	Reclassifi-cation and allocation	**'June 2017**
TDF	**1 739 147**	-	-	-	-	(47 186)	**1 691 961**
Arkena	**1 852**	-	-	-	-	-	**1 852**
Mediamobile	**10 784**	-	-	-	-	-	**10 784**
Levira	**-**	-	-	-	-	-	**-**
Total	**1 751 783**	**-**	**-**	**-**	**-**	**(47 186)**	**1 704 597**

The decrease of the TDF CGU goodwill corresponds to the purchase price allocation work performed concerning the ITAS group acquisition, pursuant to IFRS 3, which led to reduce the goodwill by €47.2m as of June 30. At June 30, 2017, some allocation work was still to be performed.

8.2 Intangible assets

Intangible assets are analyzed below:

In thousands euros	Total
Gross value at December 31, 2017	**945 057**
Acquisitions	**19 468**
Disposals	**(213 913)**
Reclassifications	**9 873**
Changes in consolidation scope	**(5 501)**
Currency translation adjustments	**(5)**
Gross value at June 30, 2018 (Unaudited)	**754 979**

In thousands euros	Total
Amortization at December 31, 2017	**(613 472)**
Charge of the period	**(20 338)**
Disposals	**213 857**
Reclassifications	**-**
Changes in consolidation scope	**1 423**
Currency translation adjustments	**4**
Amortization at June 30, 2018 (Unaudited)	**(418 526)**

	Total
Impairment losses at December 31, 2017	**(116 729)**
Charge of the period	**1 608**
Disposals	**-**
Changes in consolidation scope	**4 078**
Currency translation adjustments	**-**
Impairment losses at June 30, 2018 (Unaudited)	**(111 043)**
Carrying amount at December 31, 2017	**214 856**
Carrying amount at June 30, 2018 (Unaudited)	**225 410**

Since no trigger event occurred at June 30, 2018, no impairment test was performed on brands with an indefinite useful life (included in intangible assets). The net book value of these brands is €23.0m at June 30, 2018.

Disposals flows of the period concern for € 207.2 million IFRS intangible assets, which were recognized following the constitution of the TDF Infrastructure Group in January 2007, in accordance with IFRS 3 and the goodwill allocation principles (PPA - Purchase Price Allocation). These fixed assets have since 2007 been fully amortized and have therefore been written off. They mainly concern some Backlog items as of January 2007, valued at € 198.5 million at the time.

The changes in consolidation scope of the period correspond to the write-off of the assets of TDF Entertainment Oy, which was liquidated during the first half of 2018. The residual value of these fixed assets being nil at the time of liquidation, the write-off is therefore neutral on the net value of intangible assets

8.3 Property, plant and equipment

Property, plant and equipment are analyzed below:

In thousands euros	Land & buildings	Broadcasting network	Office furniture, office and computer equipment	Others	**Total**
Gross value at December 31, 2017	**624 167**	**1 708 137**	**62 494**	**616 283**	**3 011 081**
Acquisitions	17 210	40 825	1 876	33 261	**93 172**
Disposals	(1 961)	(10 417)	(10 205)	(3 044)	**(25 627)**
Reclassifications	3 523	13 282	125	(26 653)	**(9 723)**
Changes in consolidation scope	-	-	-	-	**-**
Currency translation adjustments	(19)	(56)	(5)	(22)	**(102)**
Gross value at June 30, 2018 (Unaudited)	**642 920**	**1 751 771**	**54 285**	**619 825**	**3 068 801**

In thousands euros	Land & buildings	Broadcasting network	Office furniture, office and computer equipment	Others	**Total**
Amortization at December 31, 2017	**(254 650)**	**(950 552)**	**(54 547)**	**(336 349)**	**(1 596 098)**
Charge of the period	(9 009)	(41 352)	(1 986)	(11 377)	**(63 724)**
Disposals	1 427	10 412	10 208	3 018	**25 065**
Reclassifications	-	(1 083)	(122)	918	**(287)**
Changes in consolidation scope	-	-	-	-	**-**
Currency translation adjustments	17	44	4	15	**80**
Amortization at June 30, 2018 (Unaudited)	**(262 215)**	**(982 531)**	**(46 443)**	**(343 775)**	**(1 634 964)**

	Land & buildings	Broadcasting network	Office furniture, office and computer equipment	Others	**Total**
Impairment losses at December 31, 2017	**(6 600)**	**(38 333)**	**(8)**	**(8 064)**	**(53 005)**
Charge of the period	12	(23)	(158)	1 212	**1 043**
Disposals					**-**
Reclassifications					**-**
Changes in consolidation scope					**-**
Currency translation adjustments		1	2	5	**8**
Impairment losses at June 30, 2018 (Unaudited)	**(6 588)**	**(38 355)**	**(164)**	**(6 847)**	**(51 954)**

Carrying amount at December 31, 2017	**362 917**	**719 252**	**7 939**	**271 870**	**1 361 978**
Carrying amount at June 30, 2018 (Unaudited)	**374 117**	**730 885**	**7 678**	**269 203**	**1 381 883**

8.4 Trade receivables and other current and non-current assets

Other current and non-current assets are as follows:

	Unaudited June 2018			Dec 2017		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Inventories, including items in progress	12 690	(2 507)	10 183	12 038	(2 441)	9 597
Total inventories	**12 690**	**(2 507)**	**10 183**	**12 038**	**(2 441)**	**9 597**

	Unaudited June 2018			Dec 2017		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Trade accounts receivables	172 225	(6 056)	166 169	149 824	(6 355)	143 469
Trade receivables on disposal of assets	3 435		3 435			-
Total trade accounts receivables	**175 660**	**(6 056)**	**169 604**	**149 824**	**(6 355)**	**143 469**

	Unaudited June 2018			Dec 2017		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Credit notes not yet received	670		670	675		675
Advance payment - corporate income tax	4 972		4 972	8 340		8 340
Tax and social security receivables	42 963		42 963	45 660		45 660
Prepaid expenses	8 283		8 283	4 261		4 261
Escrow account	9		9	9		9
Other receivables	27 319	(317)	27 002	30 091	(180)	29 911
Total other current assets	**84 216**	**(317)**	**83 899**	**89 036**	**(180)**	**88 856**
Non-current receivables	3 018	-	3 018	2 401	-	2 401
Loans, security deposit, guaranty	8 002	(320)	7 682	7 967	(320)	7 647
Total other non current assets	**11 020**	**(320)**	**10 700**	**10 368**	**(320)**	**10 048**

9. Notes on the balance sheet: equity and liabilities

Except for deferred taxes that are classified as non-current assets or liabilities, assets and liabilities are classified as current when the amounts are expected to be recovered or settled no more than 12 months after the reporting date. If this is not the case, they are classified as non-current.

9.1 Financial debt

As of June 30, 2018, the main part of financial debt consists of unsecured senior external debt held by bondholders (bond debt) as well as a shareholder loan. Globally the Group's financial debt is analyzed and has varied as described below:

In thousands euros	Dec 2017	Increase	Decrease	Others	Unaudited June 2018
Bond	1 384 570	-	1 061	-	1 385 631
including bond nominal amount	1 400 000			-	*1 400 000*
including bond issuance costs	(15 430)		*1 061*	-	*(14 369)*
Bank debt	(994)	-	267	-	*(727)*
including loan issuance costs	*(994)*		*267*	-	*(727)*
including term debt	-	-		-	-
including revolving debt	-	-	-	-	-
Shareholders' debt	1 063 599	-	-	-	1 063 599
Finance lease debt	6 419	3 635	(1 361)	(288)	8 405
Operational investments debts		8 369			8 369
Other financial debts	122 250	7 090	(550)		128 790
Financial debt	**2 575 844**	**19 094**	**(583)**	**(288)**	**2 594 067**

In thousands of euros	Dec 2016	Increase	Decrease	Others	Unaudited June 2017
Bond	1 382 472	-	1 033	-	1 383 505
including bond nominal amount	*1 400 000*	-	-	-	*1 400 000*
including bond issuance costs	*(17 528)*	-	*1 033*	-	*(16 495)*
Bank debt	(1 530)	-	266	-	(1 264)
including loan issuance costs	*(1 530)*		*266*	-	*(1 264)*
including term debt	-	-	-	-	-
including revolving debt	-	-		-	-
Shareholders' debt	1 063 599	-	-	-	1 063 599
Finance lease debt	6 960	1 248	(1 231)	(63)	6 914
Other financial debts	79 895	30 244	(1 734)	-	108 405
Financial debt	**2 531 396**	**31 492**	**(1 666)**	**(63)**	**2 561 159**

Bond debt

TDF Infrastructure SAS has issued a bond for €600m on October 19, 2015, and a second one for €800m on April 7, 2016 (see characteristics disclosed in the note 4.4).
The loan issue expenses (including issue discount) disclosed as a deduction from the debt balance (according to effective interest rate IFRS method) amount to €14.4m as of June 30, 2018 (€15.4m as of December 31, 2017).

Bank debt

No change since December 31, 2017.

Shareholders loans

No change since December 31, 2017.

Operational investments debts

As part of the development of the fiber business within the Group, the companies dedicated to the roll-out of optical fiber networks are required, in accordance with the applicable accounting standards, to recognize as investments, since the beginning of each public delegation contract, certain specific fees that will be paid to the local authorities.
The discounted amount of outstanding fees at June 30, 2018 is of €8.4m.

Other financial debts

Other financial debts of €128.8m at June 30, 2018 (December 31, 2017: €122.3m) correspond to:
- Current accounts with Tivana France Holdings and TDF Infrastructure Holding (indirect and direct shareholders of the Group) for a total amount of €114.3m (€109.6m as of December 31, 2017);
- €1.5m of debts from ITAS entities (vs €1.8m as of December 31, 2017), acquired on October 12, 2016;
- €9.4m of debt toward former shareholders of the ITAS group (as at December 31, 2017), with a maturity at October 2018, corresponding to part of the purchase price not paid, and covering liability guarantees received from former shareholders;
- A €2.4m shareholder loan granted to an entity of the Group, following an equity investment of a minority shareholder.

Financial debt (excluding accrued interests) is analyzed by maturity below:

	Unaudited			
In thousands euros	**June 2018**	**< 1 year**	**1 to 5 years**	**> 5 years**
Bond debt	1 385 631		595 131	790 500
Bank debt	(727)		(727)	
Shareholders' debt	1 063 599			1 063 599
Finance lease debt	8 405	2 349	6 031	25
Operational investments debts	8 369	1 358	4 180	2 831
Other financial debts	128 790	127 184	1 602	4
Financial debt	**2 594 067**	**130 891**	**606 217**	**1 856 959**

In thousands euros	**Dec 2017**	**< 1 year**	**1 to 5 years**	**> 5 years**
Bond debt	1 384 570		594 611	789 959
Bank debt	(994)		(994)	
Shareholders' debt	1 063 599			1 063 599
Finance lease debt	6 419	2 151	4 263	5
Other financial debts	122 250	120 160	2 090	
Financial debt	**2 575 844**	**122 311**	**599 970**	**1 853 563**

As of June 30, 2018:
- The shareholder debt, €1 063.6m, bears 7.7% fixed rate interests and the maturity is at March 20, 2030;
- the first bond debt, issued on October 19, 2015, is of €600m, with a fixed coupon of 2.875% and a maturity on October 19, 2022;
- the second bond debt, issued on April 7, 206, is of €800m, with a fixed coupon of 2.50% and a maturity on April 7, 2026;

9.2 Employee benefits

No significant change compared to December 31, 2017.

9.3 Provisions

In thousands euros	Dec 2017	Provisions additions	Provisions utilisations	Provisions unused	Discounting	Currency translation adjustment	Others	June 2018
		Unaudited						Unaudited
Prov. for post-employment benefits (pension, retirement benefit)	23 509	957	-	-	(1)	2	-	24 467
Prov. for employee-related measures	28 522	-	(6 242)	-	163	-	-	22 443
Provision for claims and disputes	3 215	188	(250)	(455)	-	-	-	2 698
Provision for dismantling, decommissioning and restoring sites	45 895	35	(93)	-	182	-	-	46 019
Prov for bringing into compliance of sites	4 098	-	(51)	-	-	-	-	4 047
Provision on onerous contract	-	-	-	-	-	-	-	-
Other provisions	7 666	127	(2 095)	-	-	-	(136)	5 562
Total provisions	**112 905**	**1 307**	**(8 731)**	**(455)**	**344**	**2**	**(136)**	**105 236**
Presented as current	**32 160**							**32 336**
Presented as non-current	**80 745**							**72 900**

In thousands euros	Dec 2016	Provisions additions	Provisions utilisations	Provisions unused	Discounting	Currency translation adjustment	Others	'June 2017
		Unaudited						Unaudited
Prov. for post-employment benefits (pension, retirement benefit)	20 747	887	-	-	-	(2)	(20)	21 612
Prov. for employee-related measures	35 433		(5 230)	(900)	200			29 503
Provision for claims and disputes	3 240	591	(370)	(738)			228	2 951
Provision for dismantling, decommissioning and restoring sites	42 002		(234)		211			41 979
Prov for bringing into compliance of sites	5 785		(615)				90	5 260
Provision on onerous contract	2 574							2 574
Other provisions	17 445	866	(328)	(36)			(256)	17 691
Total provisions	**127 226**	**2 344**	**(6 777)**	**(1 674)**	**411**	**(2)**	**42**	**121 570**
Presented as current	**48 639**							**49 368**
Presented as non-current	**78 587**							**72 202**

A provision is recognized when:

- there exists a current, legal or implicit, obligation arising from a past event,
- it is likely that an outflow of resources representing economic benefits will be required to discharge this obligation, and
- the value of the obligation can be estimated with a sufficient degree of reliability.

Such obligations may be of a legal, regulatory, technical or contractual nature. They may also stem from the Group's practices or public commitments that have given rise to legitimate expectations on the part of the third parties concerned that the Group will assume certain responsibilities.

The amount recognized as a provision is the best estimate of the outflow of economic benefits required to settle the present obligation at the reporting date. If the value cannot be estimated reliably, no provision is recognized. The obligation is then disclosed as a contingent liability (see note 12.1).

Employee-related measures

In the frame of the agreement which was signed on July 23, 2015 concerning employee-related measures to support the leaves necessary to adjust the workforce by TDF SAS, a provision covering the estimated costs of these measures has been booked. At June 30, 2018, the provision related to this agreement is of €22.3m.

Claims and disputes, other provisions

Claims and disputes mainly arise from litigation facing the Group.
These provisions are assessed and updated by senior management applying prudence in relation to damages claimed and the status of each case.

Provisions for dismantling, decommissioning and restoring sites

In accordance with IAS 37 "Provisions, Contingent Liabilities and Contingent Assets", the amount recognized as a provision is the best estimate of the expenditure required to settle the Group's obligations, notably regarding TDF SAS' obligations.
The provision is discounted to present value using a rate that reflects the time value of money, based on the yield of a risk-free bond. This actuarial estimate is reviewed every year and, if necessary, the provision is adjusted in the following way (in accordance with IFRIC 1):

- by addition or deduction to/from the corresponding dismantling asset,
- or if the dismantling asset is already totally depreciated, the provision adjustment is taken to profit or loss.

9.4 Other current and non-current liabilities

Other liabilities are analyzed below:

In thousands euros	Unaudited June 2018	Dec 2017
Trade payables	85 554	101 716
Trade payables on fixed assets aquisitions	53 449	62 871
Corporate income tax liabilities	5 858	8 186
Tax and social liabilities	114 259	102 527
Other current liabilities	95 822	77 005
Current liabilities	**354 942**	**352 304**
Other non-current liabilities	**33 357**	**24 644**
Total liabilities	**388 299**	**376 948**

The tax and social liabilities primarily include *cotisation foncière des entreprises* (i.e. "CFE"), social security payables, VAT, and employee vacation provisions.

Other current and non-current liabilities include deferred income of €111.1m (€76.9m as of December 31, 2017) of which €28.1m is maturing after one year (€18.2m at December 31, 2017).

10. Cash flows

10.1 Cash generated from operating activities before changes in working capital

Cash generated from operating activities excludes cash flows on non-current asset sales/purchases, income tax and finance costs which are disclosed under Cash flows from investing activities, Income tax paid and Cash flows from financing activities respectively.

10.2 Changes in working capital

In thousands euros	Unaudited June 2018 (6 months)	Dec 2017 (12	Unaudited June 2017 (6 months)
Changes in inventories	(586)	298	401
Changes in trade receivables	(26 121)	(14 813)	(60 121)
Changes in trade payables	(16 164)	13 870	(9 522)
Changes in prepaid income	34 283	6 717	37 606
Changes in other working capital	(1 507)	(10 213)	10 409
Changes in working capital	**(10 095)**	**(4 141)**	**(21 227)**

10.3 Net cash used in investing activities

At June 30, 2018, the line « Acquisition of controlling interests, net of cash & cash equivalents acquired » mainly correspond to the acquisition of part of Deltacom's telecom business for € 1.5 million.

At June 30, 2017, the line « Acquisition of controlling interests, net of cash & cash equivalents acquired » correspond to:

- €(1.2)m of residual payments of expenses incurred for the acquisition of the ITAS group ;
- €(0.5)m corresponding to an earn-out paid in 2017 for the acquisition of the entity Ad Valem in 2015.

10.4 Net cash used in financing activities

At June 30, 2018, drawdowns and repayment of debts are principally composed of:

- net proceeds of €4.7m concerning the current accounts with TDF Infrastructure Holding and Tivana France Holdings (direct and indirect shareholders of the Group),
- a €2.4m drawdown related to a shareholder loan granted to an entity of the Group, following an equity investment from a minority shareholder,
- €(1.4)m finance lease installments paid.

At June 30, 2017, drawdowns and repayment of debts are mainly the following:

- net proceeds of €30.2m concerning the current accounts with TDF Infrastructure Holding and Tivana France Holdings,
- €(1.2)m finance lease installments paid.

At June 30, 2018 as at June 30, 2017, the line « Financial interests » mainly correspond to the €20m payment related to the first term on the €800m bond debt issued on April 7, 2016.

The line « Changes of interest in controlled entities » of €3.1m corresponds an equity investment from a minority shareholder in one entity of the Group.

Concerning the table of changes in financial liabilities disclosed in note 9.1:

- At June 30, 2018:
    - the amortization of bond issuance costs for -€1.3m and the increase in finance lease debts (€3.6m) have no cash impact,
    - the increase of operational investments debts (€8.4m) has no cash impact, the counterpart being the recognition of a fixed asset,
    - Thus, after restatement of these items, changes in financial debts disclosed in note 9.1 represent a net cash impact of +€5.2m;

- At June 30, 2017:
    - the amortization of bond issuance costs for -€1.3m and the increase in finance lease debts (€1.2m) have no cash impact,
    - Decreases in other financial debts correspond for -€0.5m to payments on ADVALEM acquisition debt, disclosed as net cash used in investing activities (see note 10.3), and for -€0.4m to a decrease without cash impact on ITAS group acquisition debt,
    - Thus, after restatement of these items, changes in financial debts disclosed in note 9.1 represent a net cash impact of +€26.4m;

11. Workforce

Total Group headcount is as follows:

	Unaudited June 2018	Dec 2017
France	2 272	2 206
International	174	162
Total workforce at closing	**2 446**	**2 368**

12. Contingent liabilities and off-balance sheet commitments

12.1 Contingent liabilities (assets)

Contingent liabilities correspond to:
- Possible obligations arising from past events whose existence will only be confirmed by the occurrence of uncertain future events that are beyond the company's control; or
- Present obligations arising from past events, whose are not recognized because it's not probable that an outflow of resources representing economic benefits will be required to settle the obligation or because the obligation amount cannot be measured with sufficient reliability.

Contingent liabilities as of June 30, 2018

In June 2018, the French Competition Authority initiated a procedure against the Group. The Group contests the alleged facts and considers this procedure ungrounded.

No other significant change since December 31, 2017.

12.2 Firm commitments

A. Operating lease commitments – Group as lessee

The breakdown by maturity of non-cancellable operating leases is as follows:

In thousands euros	Unaudited June 2018	Dec 2017	Dec 2017 Restated (*)
At less than 1 year	26 605	17 227	20 276
From 1 to 5 years	54 832	16 668	20 045
More than 5 years	90 588	7 170	43 004
Total	**172 025**	**41 065**	**83 325**

Amounts disclosed above are not discounted.

The change in non-cancellable operating leases commitments between December 2017 and June 2018 is mainly related to:

- The signing of new leases and agreements for the occupation of public property:
  - representing a net global increase of non-cancellable commitments of €89.4m (out of which €48.5m to more than 5 years),
  - this increase is mainly due to the renewal of the agreement for the occupation of the Eiffel Tower for a 10-year period (firm), i.e. until March 1st, 2029, following the decisions of the Council of the City of Paris published early July 2018;
- The reclassification of some contracts:
  - representing a global amount of €42.0m at June 30, 2018 (out of which €35.2m to more than 5 years),
  - formerly disclosed as firm purchase commitments (see below), and which are in substance analyzed as lease contracts following analysis performed in the frame of IFRS 16 standard work (see the note 3.6),
  - the column "Dec 2017 restated (*)" discloses Dec 2017 figures as calculated after reclassification of these contracts.

B. Firm purchase commitments

Firm purchase commitments made by the Group are as follows:

In thousands euros	Unaudited June 2018	< 1 year	1 to 5 years	> 5 years
Commitment of capex	47 525	38 925	8 600	
Commitment others	47 735	34 787	10 007	2 941
Total	**95 260**	**73 712**	**18 607**	**2 941**

In thousands euros	Dec 2017	< 1 year	1 to 5 years	> 5 years
Commitment of capex	66 736	51 550	15 186	-
Commitment others	78 400	26 585	13 387	38 428
Total	**145 136**	**78 135**	**28 573**	**38 428**

In thousands euros	Dec 2017 Restated (*)	< 1 year	1 to 5 years	> 5 years
Commitment of capex	66 736	51 550	15 186	-
Commitment others	36 140	23 536	10 010	2 594
Total	**102 876**	**75 086**	**25 196**	**2 594**

The change in firm purchase commitments between December 2017 and June 2018 is mainly due to the reclassification of some contracts,

- representing a global amount of €42.0m (out of which €35.2m to more than 5 years),
- formerly disclosed as firm purchase commitments (see below), and which are in substance analyzed as lease contracts following analysis performed in the frame of IFRS 16 standard work (see the note 3.6, and paragraph A above),
- the table “Dec 2017 restated (*)” discloses Dec 2017 figures as calculated after reclassification of these contracts.

C. Firm commitments to provide services

Under multi-year contracts with customers, Group entities have committed to provide services in the following business lines:

In thousands euros	Unaudited Juin 2018 Réel (6 mois)	Projection	< 1 year	1 to 5 years	> 5 years
Digital Television	86 729	464 019	136 967	257 689	69 363
Radio	56 989	250 082	84 888	146 101	19 093
Total Broadcasting Services	**143 718**	**714 101**	**221 855**	**403 790**	**88 456**
Telecom: site hosting	144 724	1 951 104	258 720	958 227	734 157
Telecom: other services	11 882	17 832	6 097	7 758	3 977
Total Telecoms & Services	**156 606**	**1 968 936**	**264 817**	**965 985**	**738 134**
Media Services	25 956	39 671	21 430	18 241	-
Fiber (FTTH)	630	6 600	1 721	4 115	764
Others	8 244	748	466	282	-
Total revenue / future contractual revenue	**335 154**	**2 730 056**	**510 289**	**1 392 413**	**827 354**

In thousands euros	Dec 2017 Actual (12 months)	Projection	< 1 year	1 to 5 years	> 5 years
Digital Television	174 043	471 061	163 229	301 902	5 930
Radio	115 160	258 385	98 271	144 892	15 222
Total Broadcasting Services	**289 203**	**729 446**	**261 500**	**446 794**	**21 152**
Telecom: site hosting	289 990	1 945 454	252 489	932 761	760 204
Telecom: other services	28 932	22 939	6 126	9 454	7 359
Total Telecoms & Services	**318 922**	**1 968 393**	**258 615**	**942 215**	**767 563**
Media Services	48 964	33 863	21 316	12 545	2
Others	19 696	888	437	451	
Total revenue / future contractual revenue	**676 785**	**2 732 590**	**541 868**	**1 402 005**	**788 717**

The above table shows known and estimated information to date. In future periods, certain contracts may be subject to pricing adjustments.

12.3 Contingent commitments

Guarantees given and received

At June 30, 2018, the Group has given and received bank guarantees, contracted in the course of business, which respectively amount to €52.1m and €1.4m, vs. respectively €21.4m and €2.5m at December 31, 2017. The change in guarantees given over the first half of 2018 is mainly related to operating and construction guarantees issued in the context of optical fiber roll-out (see note 1), and moreover €34.1 million of additional guarantees were given early July 2018.

Commitments under bank agreements

No change compared to December 31, 2017.

Other commitments

No significant change since December 31, 2017, except on the following points:

Guarantees given by the Group in the frame of disposals of entities

- Arkena Nordics entities (disposed of on July 7, 2016)

  As part of the deal, the Group gave some guarantees to the buyer, amounted a maximum benefit of SEK30m, that is €3.2m. At June 30, 2018, these guarantees have expired in 2017, except for some fiscal topics for which limitation corresponds to the legal limitation for a fiscal audit.

Guarantees given concerning optical fiber PIN under Public Service Delegation

As part of the deployment of the Maine et Loire PIN (see note 1), the Group signed a Public Service Delegation contract. This contract for the construction and operation of the network last until 2043.
The Group is notably committed to deploy networks with specific deadlines, and to remain compliant with the investment amounts planned in the business plan.

13. Shares in associates

Since April 26, 2016, Monaco Media Diffusion (ex MCR) is consolidated under the equity method, and not in full consolidation anymore, after loss of control on this entity.

	Unaudited	
In thousands euros	**June 2018 (6 months)**	**June 2017 (6 months)**
Revenue	**2 245**	**2 337**
EBITDA	**1 238**	**1 169**
OPERATING INCOME (LOSS)	**1 080**	**1 052**
Financial income and expenses		
Income tax	(331)	(299)
NET INCOME	**749**	**753**

14. Related party disclosures

14.1 Compensation of key management personnel

No new compensation scheme towards key management personnel has been set up during 2018 first half year.

14.2 Transactions with related parties

The related parties at TDF Infrastructure SAS Group level are identified as:

1. Companies owned directly or indirectly by TDF Infrastructure Holding SAS (shareholder of the Group),
2. Companies owned directly or indirectly by Tivana France Holdings (shareholder of TDF Infrastructure Holding SAS), Brookfield Infrastructure group, Public Sector Pension Investment Board (PSP Investments), APG Asset Management N.V., Arcus Infrastructure Partners, and Predica SA,
3. Companies in which directors of the companies included in the TDF Infrastructure SAS group scope are company representatives,
4. Key management personnel (see also previous note).

The main transactions of the period made with related parties of the TDF Infrastructure SAS group are:

- Interest charges invoiced to the Group by Tivana France Holdings amounting over the period €48.7m and related to the shareholder loan of €1 063.6m; accrued interests on this loan are of €248.5m at the end of the period (€199.8 as of December 31, 2017), and is disclosed as current liabilities by prudence (see also the note 4.3);
- net receipts of €4.7m from shareholders current accounts (with Tivana France Holdings and TDF Infrastructure Holding);
- €0.1m of income and €2.4m of expenses recognized by the Group over the period related to the management fees agreement with Tivana France Holdings.

Related party transactions were carried out on an arm's length basis on normal commercial terms.

15. Significant subsequent events

Sept-18 - *Banque des Territoires* (CDC) takes a 30 percent stake in the company Val de Loire Fibre

On September 12, 2018, *Banque des Territoires* (*Caisse des Dépôts* Group) takes a 30 percent stake in the TDF subsidiary Val de Loire Fibre, a digital infrastructure operator. This investment aims at supporting ultra high-speed broadband roll-out in low-density areas of French counties Indre-et-Loire and Loir-et-Cher.
The company Val de Loire Fibre was formed in January 2018 to roll out, operate, and market an optical fiber network in these counties, in the frame of a Public Service Delegation.

16. Consolidation scope

List of consolidated companies	Countries	UGT	Share capital in € thousands	% Interests June 2018 (Unaudited)	% Interests Dec 2017	% Interests June 2017 (Unaudited)	Observation
Full consolidation							
TDF Infrastructure SAS	**France**		**300 000**	**100,00%**	**100,00%**	**100,00%**	
TDF SAS	France	TDF	166 957	100,00%	100,00%	100,00%	
TDF Entertainment Oy	Finlande	TDF	500		100,00%	100,00%	Liquidated since March 31, 2018
DFI BV	Netherlands	TDF	7 529	100,00%	100,00%	100,00%	Under liquidation process
AD Valem Technologies	France	TDF	1 294	100,00%	100,00%	100,00%	
TDF Fibre	France	TDF	150	100,00%	100,00%	100,00%	
Dédale Financement	France	TDF	10			100,00%	Entity merged in TDF Infrastructure on June 30, 2017
Belvédère	France	TDF	331	70,00%	70,00%	70,00%	
ITAS	France	TDF	208	100,00%	100,00%	100,00%	
ITAS Tim	France	TDF	4 830	100,00%	100,00%	100,00%	
One Cast	France	TDF	3 000	100,00%	100,00%	100,00%	
SIT	France	TDF	894	100,00%	100,00%	100,00%	
ITAS Pylones (ex Sud Ouest)	France	TDF	500	100,00%	100,00%	100,00%	
ITEA	France	TDF	225	100,00%	100,00%	100,00%	
ITAS Méditerranée	France	TDF	355	100,00%	100,00%	100,00%	
Tim Congo	Congo	TDF	15	100,00%	100,00%	100,00%	
Tim Acquisition	France	TDF	10 795			100,00%	Entity merged in ITAS on June 30, 2017
	France	TDF	200		100,00%	100,00%	Entity merged in ITAS TIM on December 31, 2017
ITAS Sud Ouest	France	TDF	50	100,00%	100,00%	100,00%	Entity created in April 2017
Val d'Oise Fibre	France	TDF	10 000	70,00%	100,00%	100,00%	Entity created in March 2017, owned at 70% since February 2018
	France	TDF	3 150	100,00%	100,00%		Entity created in July 2017
	France	TDF	4 500	100,00%	100,00%		Entity created in December 2017
	France	TDF	1 000	100,00%			Entity created in January 2018
Arkena SAS (ex - Cognacq Jay)	France	Arkena	37 285	100,00%	100,00%	100,00%	
Smartjog France	France	Arkena				100,00%	Merged in Arkena SAS in March 2017
Arkena Inc (ex - Smartjog USA)	USA	Arkena	2 017	100,00%	100,00%	100,00%	
Bebanjo	Espagne	Arkena	8	100,00%	100,00%	100,00%	
Arkena Sp.zoo (ex PSN)	Pologne	Arkena	998	100,00%	100,00%	100,00%	
Médiamobile	France	Média-mobile	1 157	71,19%	71,19%	71,19%	
Mediamobile Nordic	Finlande	Média-mobile	3 050	71,19%	71,19%	71,19%	
Levira	Estonie	Levira	9 587	49,00%	49,00%	49,00%	
Talinna Teletorn Foundation	Estonie	Levira	13	49,00%	49,00%	49,00%	
Levira Central Europe	Estonie	Levira	5	49,00%	49,00%	49,00%	
Equity method							
Monaco Media Diffusion (ex- MCR)	Monaco	TDF	549	49,00%	49,00%	49,00%	

The Estonian subsidiary Levira, in which TDF SAS holds a 49% equity stake and whose financial and operating policies are determined by the Group, is fully consolidated.