TDF INFRASTRUCTURE SAS GROUP

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2020

Consolidated statement of comprehensive income,
6 months period ended June 30, 2020

In thousands euros	*Notes*	Non audité Juin 2020 (6 mois)	Dec 2019 (12 mois)	Non audité Juin 2019 (6 mois)
Revenue	*7.1*	**328 491**	**674 720**	**329 725**
Other income	*7.2*	3 560	20 608	8 522
Consumed purchases	*7.3*	(39 247)	(80 912)	(36 619)
Personnel costs	*7.4*	(58 750)	(119 041)	(61 795)
External expenses	*7.5*	(23 117)	(62 024)	(34 158)
Profit/loss on disposal of non-current operating assets	*7.6*	6 350	6 003	421
Other expenses	*7.2*	(14 462)	(22 167)	(11 967)
EBITDA		**202 826**	**417 188**	**194 129**
Depreciation, amortisation and impairment losses	*7.7*	(99 196)	(200 328)	(96 615)
Current Operating Income		**103 630**	**216 859**	**97 514**
Impairment of goodwill & intangible assets identified in business combinations	*7.7/8.1/8.2*	-	-	-
Other operating income	*7.8*	-	7 157	-
Other operating charges	*7.8*	(2 784)	(18 010)	(617)
Operating Income (Loss)		**100 846**	**206 006**	**96 897**
Income from cash and cash equivalents		8	58	38
Gross finance costs		(85 499)	(165 026)	(80 925)
Net finance costs	*7.9*	**(85 491)**	**(164 968)**	**(80 887)**
Other financial income / charges	*7.9*	(2 243)	(5 523)	1 337
Share of net profits (losses) of associates	*13*	310	788	377
Income tax	*7.10*	(32 093)	(72 421)	(33 368)
Net income (loss) from continuing operations		**(18 671)**	**(36 119)**	**(15 644)**
Net income (loss) from discontinued operations		-	-	-
NET INCOME (LOSS) FOR THE YEAR		**(18 671)**	**(36 119)**	**(15 644)**
Other comprehensive income				
Currency translation differences		(58)	(81)	(58)
Actuarial gains (losses)		-	(4 690)	-
Fair value of available for sale assets		(4)	15	16
Income tax on other comprehensive income		-	1 606	-
Income and expenses recognized directly in equity	*7.9/7.10*	**(62)**	**(3 150)**	**(42)**
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR		**(18 733)**	**(39 269)**	**(15 686)**
Net income (loss) for the year attributable to				
Owners of the company		(17 239)	(34 063)	(14 314)
Non controlling interests		(1 433)	(2 057)	(1 329)
Total comprehensive income (loss) for the year attributable to				
Owners of the company		(17 301)	(37 227)	(14 370)
Non controlling interests		(1 433)	(2 042)	(1 315)

Consolidated balance sheet as of June 30, 2020

In thousands euros	*Notes*	Unaudited June 2020	Dec 2019	Unaudited June 2019
Non-current assets				
Goodwill	*8.1*	1 695 583	1 695 583	1 695 583
Intangible assets	*8.2*	434 853	367 113	271 577
Property, plant and equipment	*8.3*	1 756 470	1 731 744	1 651 677
Shares in associates	*13*	6 620	6 997	7 222
Financial assets available for sale		71	71	3 071
Other non-current assets	*8.4*	7 139	8 276	8 119
Deferred tax assets		2 422	2 457	65
TOTAL NON-CURRENT ASSETS		**3 903 158**	**3 812 241**	**3 637 314**
Current assets				
Inventories	*8.4*	13 988	12 203	14 022
Trade receivables	*8.4*	165 524	103 859	160 555
Other current assets	*8.4*	103 489	102 124	104 672
Cash and cash equivalents		33 308	66 543	106 910
Assets held for sale	*6*	-	21 774	-
TOTAL CURRENT ASSETS		**316 309**	**306 503**	**386 159**
TOTAL ASSETS		**4 219 467**	**4 118 744**	**4 023 473**

In thousands euros	*Notes*	Unaudited June 2020	Dec 2019	Unaudited June 2019
Share capital		300 000	300 000	300 000
Additional paid-in capital		1 010 375	1 010 375	1 010 375
Currency translation reserve		(176)	(698)	(675)
Other reserves and Retained earnings		(1 259 355)	(1 224 853)	(1 221 961)
Net loss of the year - attributable to owners of the company		(17 239)	(34 063)	(14 314)
Non-controlling interests		7 760	9 702	10 429
TOTAL EQUITY		**41 365**	**60 463**	**83 854**
Non-current liabilities				
Bond	*9.1*	1 390 078	1 388 947	1 387 819
Bank debt	*9.1*	74 247	(838)	(849)
Shareholders' debt	*9.1*	1 063 599	1 063 599	1 063 599
Other financial debts	*9.1*	38 506	42 587	34 106
Lease liability (IFRS 16)	*9.1*	166 082	161 968	165 550
Provisions	*9.3*	86 789	80 585	59 929
Deferred tax liabilities		232 640	237 502	240 776
Other non-current liabilities	*9.4*	91 359	81 711	36 203
TOTAL NON-CURRENT LIABILITIES		**3 143 300**	**3 056 061**	**2 987 133**
Current liabilities				
Other financial debts	*9.1*	56 345	74 791	103 204
Lease liability (IFRS 16)	*9.1*	37 056	38 644	36 509
Provisions	*9.3*	26 163	43 629	33 866
Trade payables	*9.4*	173 384	183 115	163 484
Tax and social liabilities	*9.4*	140 825	138 610	134 206
Other current liabilities	*9.4*	117 333	83 402	111 035
Bank overdrafts		-	-	3
Accrued interest		483 696	427 608	370 179
Lliabilities related to assets held for sale	*6*		12 421	
TOTAL CURRENT LIABILITIES		**1 034 802**	**1 002 220**	**952 486**
TOTAL EQUITY AND LIABILITIES		**4 219 467**	**4 118 744**	**4 023 473**

Consolidated statement of cash flows
6 months period ended June 30, 2020

In thousands euros	*Notes*	Unaudited June 2020 (6 months)	Dec 2019 (12 months)	Unaudited June 2019 (6 months)
Net loss from continuing operations		**(18 671)**	**(36 119)**	**(15 644)**
Non-cash items and other adjustments				
Depreciation, amortisation and impairment		99 202	200 340	96 629
Change in provisions and non-cash expenses		(14 373)	966	(5 395)
Gain (loss) on disposal of non-current assets		10 495	(3 791)	(2 373)
Total income tax		32 093	72 258	33 292
Finance income and expenses		84 475	163 023	79 701
Cash generated from operating activities before changes in working capital	*10.1*	**193 221**	**396 677**	**186 210**
Income tax paid		(47 367)	(69 846)	(29 636)
Change in Working Capital	*10.2*	(5 285)	44 443	4 101
Net cash from operating activities		**140 569**	**371 274**	**160 675**
Acquisitions of non-current operating assets		(168 575)	(306 483)	(124 588)
Proceeds from disposal of non-current operating assets		(62)	8 775	132
Dividends from non consolidated companies		3	886	249
Acquisition of controlling interests, net of cash & cash equivalents acquired		(455)	(9 874)	(569)
Net proceeds from disposals of subsidiaries formely controlled		(11 499)	1 287	(47)
Change in other financial assets		23	7 110	6 588
Net cash used in investing activities	*10.3*	**(180 565)**	**(298 299)**	**(118 235)**
Dividends paid to non-controlling interests		(510)	(765)	(765)
Proceeds from financial debts		117 903	31 741	3 581
Financial debts repayments		(85 235)	(135 243)	(64 263)
Fees related to the refinancing		(182)	(580)	(242)
Revenue from cash and cash equivalents		8	58	38
Financial interests (including financial lease)		(27 666)	(53 085)	(27 786)
Net cash used in financing activities	*10.4*	**4 318**	**(157 874)**	**(89 437)**
Effect of exchange rate changes on cash		11	(18)	12
NET CASH FROM CONTINUING ACTIVITIES		**(35 667)**	**(84 917)**	**(46 985)**
Net cash from discontinued activities		**-**	**-**	**-**
Net change in cash and cash equivalents		**(35 667)**	**(84 917)**	**(46 985)**
Opening cash & cash equivalents		**68 975**	**153 892**	**153 892**
Closing cash & cash equivalents		**33 308**	**68 975**	**106 907**

In thousands euros	June 2020	Dec 2019	June 2019
Cash and cash equivalent of continuing activities	33 308	66 543	106 907
Cash and cash equivalent of discontinued or held for sale activities		2 432	-
Closing cash & cash equivalents	**33 308**	**68 975**	**106 907**

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*	Other reserves and retained earnings	IFRS 16 transition	Total		
At December 31, 2018	10000 000	**300 000**	**1010 375**	**(617)**	**-**	**(1224 702)**		**85 056**	**12 509**	**97 565**
Consolidated net income		-	-	-	-	(14 314)	-	(14 314)	(1 329)	**(15 643)**
Other comprehensive income		-	-	(58)	-	2	-	(56)	14	**(42)**
Total comprehensive income		**300 000**	**1010 375**	**(675)**	**-**	**(1239 014)**	**-**	**70 686**	**11 194**	**81 880**
Dividends paid				-				-	(765)	**(765)**
Capital change								-		**-**
IFRS 16 Restatement							2 544	2 544		**2 544**
Stock options valuation						195	-	195		**195**
Changes of interest in controlled entities and changes in consolidation scope				-		-	-	-	-	**-**
At June 30, 2019 (unaudited)	10000 000	**300 000**	**1010 375**	**(675)**	**-**	**(1238 819)**	**2 544**	**73 425**	**10 429**	**83 854**
At December 31, 2019	10000 000	**300 000**	**1010 375**	**(698)**	**-**	**(1261 459)**	**2 543**	**50 761**	**9 702**	**60 463**
Consolidated net income		-	-	-	-	(17 239)	-	(17 239)	(1 432)	**(18 671)**
Other comprehensive income		-	-	(58)	-	(4)	-	(62)	-	**(62)**
Total comprehensive income		**300 000**	**1010 375**	**(756)**	**-**	**(1278 702)**	**2 543**	**33 460**	**8 270**	**41 730**
Dividends paid				-				-	(510)	**(510)**
Capital change								-		**-**
Stock options valuation						145	-	145	-	**145**
Changes of interest in controlled entities and changes in consolidation scope				-		-	-	-	-	**-**
At June 30, 2020 (unaudited)	10000 000	**300 000**	**1010 375**	**(756)**	**-**	**(1278 557)**	**2 543**	**33 605**	**7 760**	**41 365**

Notes to the consolidated financial statements

1. Highlights of the period

Comparability of periods - Disposal of Cognacq Jay Image, Arkena Inc, Tim Congo and Bebanjo entities

The subsidiaries Arkena SAS (renamed Cognacq Jay Image Image in October 2019, hereinafter "Cognacq Jay Image") and Arkena Inc have been sold on January 8, 2020.

As of June 30 2020, a minority and non-controlling interest is held in the share capital of Cognacq Jay Image. These entities were qualified as assets held for sale under IFRS 5 as at December 31, 2019.

On May 1, 2020, Tim Congo was sold.

As a reminder, on November 28, 2019, Bebanjo was sold.

Comparability of periods disclosed is impacted by these disposals (see the note 6.2).

Note 5 (operating segments – IFRS 8) discloses the Group results excluding contribution from Cognacq Jay Image, Arkena Inc, Bebanjo and Tim Congo (see below).

IFRS standards – Application of IFRS 16

IFRS 16 "Leases" is applicable since 1 January 2019. The financial statements are now presented with comparative periods using this standard (see the note 3.6).

Note 5 – Operating segments, which represents the way the Group activity is reviewed internally, continues to disclose results excluding presentation impacts related to IFRS 16.

COVID-19

The first half of 2020 was marked by the COVID-19 health crisis, which caused a general slowdown in economic activity in France.
In this context, it is important to remind that the Group's activities are by nature resilient.
The Group's management has been specifically mobilized, at all levels, to ensure the identification and prevention of the risks resulting from this exceptional situation, that are:

- the health impacts on the Group's employees and service providers, their activities, and the consequences thereof,
- perturbation of internal and external industrial supply chains for services, products or equipment necessary for the Group's capital expenditure and operations,
- perturbation of the conduct of operations, whether in the management of infrastructure and networks, roll-out, and maintenance.
- possible risks in trade receivables recovery.

However, these elements to date are not likely to seriously disrupt the financial soundness of the Group as a whole and its ability to meet its obligations.

- In the first half of 2020, the group reports EBITDA growth of + 4.5% compared to June 2019,
- as of June 30, 2020, the Group notably had 175 million euros available on its revolving credit line (see Note 4.3 - Liquidity risk),
- moreover, the Group has also determined, specifically for its interim financial statements, and on the basis of updates made to its forecasts, that the COVID-19 crisis and its effects did not represent an impairment indicator of its assets (see notes 3.7, 8.1, 8.2 and 8.3).

2. General presentation

The Group's consolidation head company, TDF Infrastructure 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 performs the following activities:

- telecommunications (design, deployment, maintenance and management of 2G, 3G, 4G, 5G and fiber telecommunication networks infrastructure, and ultra-highspeed connections, hosting on roof tops, datacenters and hosting of broadcasting and reception equipment on proprietary sites),
- digital network facilities in France through the deployment and marketing of Very High Speed optical fiber networks,
- design, build, implementation and operation of pylons for Telecoms, Audiovisual and Transmissions,
- audiovisual services (TV and radio digital broadcasting, radio FM broadcasting).

The Group draws upon its recognized expertise and over 18 900 terrestrial sites mainly in France and focuses on developing new digital solutions such as connected Digital TV, catch-up TV, and ultra-high definition television.
In addition, given the tenders won to deploy, operate and market Very High Speed optical fiber networks, the Group aims to extend its business to optical fiber, and will invest in this market to increase the speed of deployment of digital network facilities 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, which is equivalent to current operating income before depreciation, amortization and impairment of assets.

Adjusted EBITDA (see note 5), which corresponds to EBITDA adjusted for :

- charges booked in relation to the application of IFRS 2 which are non-cash in nature,
- charges corresponding to severance payments and all fees directly related (lawyers, etc.)

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;
    - 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, 2020, 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, 2019.
IFRS can be downloaded from the following website:
https://ec.europa.eu/info/index_fr

The condensed consolidated financial statements at June 30, 2020 are unaudited and were prepared under the supervision of the management of the Group, and faithfully reflect the results for the period in accordance with IFRS.

The condensed consolidated financial statements at June 30, 2020 were approved by the Chairman of TDF Infrastructure SAS on September 24, 2020.

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 3.7 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. 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, 2019.

IFRS 16 – Leases

This standard is applicable since January 1, 2019.

Applications and positions retained since December 31, 2019:
The IFRIC issued a decision on November 26, 2019 related to lease term and determination of the enforceable period, aiming for a first application from the period beginning on January 1, 2020.
Considering the works to carry out to measure effects of this clarification on durations used, and in accordance with the AMF recommendations, the Group has chosen not to recognize the accounting effect of IFRIC's decision on the financial statements as of June 30, 2020.
At this stage, analyzes are in progress to reassess the enforceable period of leases considered under IFRS 16, in relation with operational practices currently in force and the lease renewal assumptions.
It is expected that these analyzes will potentially lead to the recognition of an additional right-of-use and an additional lease liability.

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.

The very exceptional context of the COVID-19 health crisis has led the Group to determine the existence of impairment indicator and to conduct impairment tests, taking into account short and medium-term impacts related to the general slowdown in the economic activity.

The latter's effects on the Group mainly resided in:
- A particular attention to customers impacted by a decrease in their advertising revenue,
- A short-term delay in certain programs for the deployment of Telecom and Optical Fiber infrastructures.

However, the impairment tests realized on the basis of the future outlook which have been updated and which are currently envisaged for the Group's activity do not indicate any risk of impairment of goodwill, intangible and tangible fixed assets, whatever the variants of scenarios and sensitivities used.

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 is 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	Average	Closing N-1
Polish zloty	0,226615	0,224638	0,234648	0,232668
US dollar	0,899431	0,902120	0,899523	0,893248
CFA Franc	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.
Trade receivables are subject to provisions for impairment depending on the risks incurred and on ageing.

Due to the COVID-19 health crisis, the Group has intensified its credit risk monitoring more specifically, in order to ensure the correct recovery of trade receivables and to prevent any deterioration in collection deadlines.
This was particularly the case for certain customers who faced decreases in advertising revenue, without that resulting in the recognition of a significant depreciation of trade receivables. In addition, the consequences of the health crisis on customers solvency does not lead to question the criteria for recognizing revenue (IFRS 15) as they are applied in the Group.

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 2020		Dec 2019	
In thousands euros	Oustanding	% of the debt	Oustanding	% of the debt
Fixed interest rate debt	2789 514	98,7%	2699 165	97,5%
Variable interest rate debt	36 399	1,3%	70 533	2,5%
Total before hedging	**2825 913**	**100,0%**	**2769 698**	**100,0%**
Fixed interest rate debt	2789 514	98,7%	2699 165	97,5%
Variable interest rate	36 399	1,3%	70 533	2,5%
Total after hedging	**2825 913**	**100,0%**	**2769 698**	**100,0%**

At June 30, 2020 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);
- €203.1m related to lease liabilities related to IFRS 16 application.

Sensitivity analysis of cash flows for variable rate instruments

No variable rate instrument is owned by the Group, neither at June 30, 2020 nor at December 31, 2019.

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 €208.3m (€316.6m on December 31, 2019):
- Cash and cash equivalents of €33.3m as of June 30, 2020 (€66.6m on December 31, 2019);
- A Revolving Credit Facility negotiated under a new "Credit Agreement" signed on December 5, 2018, for an amount of €250.0m, by TDF Infrastructure SAS to cover its own needs and those of its subsidiaries in respect of acquisitions, capital expenditure and working capital.
  As of June 30, 2020, this line is used for an amount of €75.0m.

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

	Unaudited				
	June 2020		Maturities		
In thousands euros	Book value	Cash Flow	< 1 year	1 to 5 years	> 5 years
Non-derivative financial instruments					
Financial debts - Nominal	2 633 450	2 633 450	56 345	699 069	1 878 036
Loan issue expenses	(10 675)	-	-	-	-
Financial interests	483 696	1 455 960	587 096	450 249	418 615
Lease liability (IFRS 16)	203 138	203 138	37 056	89 534	76 548
Financial interests on lease liability (IFRS 16)	858	80 386	8 571	41 063	30 752
Debts on external acquisitions (holdback)	199	199	199	-	-
Trade payables	173 384	173 384	173 384 -	-	
Total financial liabilities	**3 484 050**	**4 546 517**	**862 651**	**1 279 915**	**2 403 951**

	Dec 2019		Maturities		
In thousands euros	Book Value	Cash Flow	< 1 year	1 to 5 years	> 5 years
Non-derivative financial instruments					
Financial debts - Nominal	2580 977	2580 977	74 791	627 983	1878 203
Loan issue expenses	(11 891)	-	-	-	-
Financial interest	427 608	1458 783	528 796	448 708	481 279
Lease liability (IFRS 16)	200 612	200 612	38 644	92 322	69 646
Financial interests on lease liability (IFRS 16)	595	79 224	9 802	32 318	37 104
Debts on external acquisitions (holdback)	199	199	199	-	-
Trade payables	183 115	183 115	183 115	-	-
Total financial liabilities	**3381 215**	**4502 910**	**835 347**	**1201 331**	**2466 232**

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

As of June 30, 2020, 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.

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, within the liquidity risk disclosure section, the following assumptions are made:

- interests that are neither capitalized nor paid are disclosed with a maturity under one year,
- future interests are paid every quarter until maturity, without considering the deferred payments or capitalization mechanisms that are authorized by the loan documentation.

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, 2019.

Bank debt

As at June 30, 2020, or as at December 31, 2019, the Group has a revolving credit facility negotiated under the "Credit Agreement".
As at June 30, 2020, this line is used for an amount of €75.0m.

The conditions of this agreement have not changed compared to December 31, 2019.

The bank agreement also includes a financial covenant to be respected if the credit line is used:

- A ratio of net debt to EBITDA which must be less than 5.50x,
- For the calculation of this ratio, certain adjustments, defined in the bank agreement, must be applied,
- The covenant is calculated and communicated to the lenders' agent every semester, based on June and December financial statements,
- At end of June 2020, the Group is compliant with the covenant.

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 lines which are breaken 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's sites, providing maintenance and engineering services, locating sites, data centers, high speed networks,
- Fiber (FTTH): roll-out, operation and marketing of optical fiber networks,

Finally, figures disclosed hereafter represent the way the Group activity is reviewed internally, in particular :

- The columns labeled as « June 2020 restated (6 months) », « Dec 2019 restated (12 months) » and « June 2019 restated (6 months) » represent the Group results excluding contribution from Cognacq Jay Image, Arkena Inc, Bebanjo and Tim Congo, which were disposed over the last twelve months, (see notes 1 and 6.2).

- the Key indicator « adjusted EBITDA » which corresponds to EBITDA restated from :
  - charges booked in application of IFRS 2 (which are in the Group's case without cash impact),
  - 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.).

- the results are reviewed before presentation impacts related to IFRS 16 (ie rental expenses remain included in EBITDA, as well as in net cash from operating activity);

	In thousands euros	Unaudited June 2020 (6 months) Excl. *IFRS 16*	Déc 2019 (12 months) Excl. *IFRS 16*	Unaudited June 2019 (6 months) Excl. *IFRS 16*	Unaudited June 2020 Restated (6 months) Excl. *IFRS 16*	Dec 2019 Restated (12 months) Excl. *IFRS 16*	Unaudited June 2019 Restated (6 months) Excl. *IFRS 16*	Variation June 2020 restated / June 2019 restated Excl. *IFRS 16*	Variation in %
Net income	Digital Television	87 090	174 272	87 477	86 819	175 418	87 918	(1 099)	-1,3%
	Radio	56 042	116 232	57 692	56 042	116 232	57 692	(1 650)	-2,9%
	Total Broadcasting Services	**143 132**	**290 504**	**145 169**	**142 861**	**291 650**	**145 610**	**(2 749)**	**-1,9%**
	Telecom: site hosting	159 230	313 421	152 204	159 230	313 421	152 204	7 026	4,6%
	Telecom: other services	13 855	29 538	9 833	13 855	30 133	10 133	3 722	36,7%
	Total Telecoms & Services	**173 085**	**342 959**	**162 037**	**173 085**	**343 554**	**162 337**	**10 748**	**6,6%**
	Media Services	1 045	28 116	14 276	1 045	1 786	829	216	26,1%
	Fiber (FTTH)	7 487	5 904	2 296	7 487	5 904	2 296	5 191	226,1%
	Others	3 742	7 237	5 948	3 746	11 954	8 295	(4 549)	-54,8%
	Total revenue	**328 491**	**674 720**	**329 726**	**328 224**	**654 848**	**319 367**	**8 857**	**2,8%**
	EBITDA excluding IFRS 2 charges, severance payments and related fees, and excluding IFRS 16	**179 528**	**371 270**	**172 240**	**179 355**	**367 773**	**170 487**	**8 868**	**5,2%**
	EBITDA	**177 698**	**368 102**	**170 316**	**177 525**	**364 987**	**168 713**	**8 812**	**5,2%**
	Depreciation, amortisation and impairment losses	(78 625)	(162 589)	(76 319)	(78 579)	(157 559)	(73 986)	(4 593)	6,2%
	Current Operating Income	**99 073**	**205 513**	**93 997**	**98 946**	**207 428**	**94 727**	**4 219**	**4,5%**
	Impairment of goodwill & intangible assets identified in business combinations	-	-	-	-	-	-		
	Other operating income and charges	(2 784)	(10 853)	(617)	(2 784)	(10 788)	(617)	(2 167)	**351,2%**
	Operating Income (Loss)	**96 289**	**194 660**	**93 380**	**96 162**	**196 640**	**94 110**	**2 052**	**2,2%**
Flow	**Net cash from operating activities (a)**	**115 219**	**321 822**	**136 679**	**112 578**	**323 001**	**136 473**	**(23 895)**	**-17,5%**
	Operating capex free from working capital effects (b)	**(165 709)**	**(298 994)**	**(118 377)**	**(165 709)**	**(295 233)**	**(115 910)**	**(49 799)**	**43,0%**
	Working capital effects on net operating capex (c)	(2 867)	(7 489)	(6 210)	(2 875)	(6 006)	(4 993)	2 118	-42,4%
	Operating disposals net from working capital effects (d)	(62)	8 775	132	(53)	9 255	132	(185)	-140,2%
	Operating cash available((a) + (b) + (c) + (d))	**(53 419)**	**24 114**	**12 224**	**(56 059)**	**31 017**	**15 702**	**(71 761)**	**-457,0%**
	Workforce (full-time average equivalent)	**1 901**	**2 101**	**2 102**	**1 899**	**1 922**	**1 921**	**(22)**	**-1,0%**

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

6.1 Discontinued operations

At June 30, 2020, as at December 31, 2019, 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, 2020, the Group does not have any assets held for sale in the meaning of IFRS 5.

Disposal of Tim Congo entity

On May 1, 2020, Tim Congo entity was sold.
Profit and loss and cash flows of Tim Congo are included in comprehensive income and in the cash flow statement of the Group until its date of effective loss of control. Its contribution (excluding intercompany transactions) are as follows :

- €0.3m of revenue (€0.3m as of June 30, 2019)
- €0.2m of Ebitda (€0.2m as of June 30, 2019)

Disposals of Cognacq Jay Image and Arkena Inc entities

On January 8, 2020, Cognacq Jay Image and Arkena Inc entities were sold (see the note 1).

As of December 31, 2019, these subsidiaries were qualified as assets held for sale under IFRS 5, and the disposal was estimated as highly potential.

Assets and liabilities of these entities are reclassified at the bottom of the balance sheet at the end of December 2019. As of June 30, 2019, entities were not qualified as assets held for sale.

The breakdown of assets and liabilities is the following :

In thousands euros	Dec 2019	June 2019
Fixed assets	9 644	10 996
Other non-current assets		235
Trade receivables	5 562	7 320
Other receivables	3 931	469
Deferred tax assets		3
Cash and cash equivalents	2 435	576
Assets from held for sale activities	**21 572**	**19 599**
Provisions	3 140	2 895
Financial debts	1 005	925
Deferred tax liabilities		(16)
Bank overdrafts	3	3
Trade payables	3 314	4 165
Other payables	5 161	6 002
Liabilities from held for sale activities	**12 623**	**13 974**

Profit and loss and cash flows of Cognacq Jay Image and Arkena Inc are included in the comprehensive income and in the cash flow statement of the Group in 2019. Their contributions (excluding intercompany transactions) as at June 30, 2019 and as at December 31, 2019 are the following :

In thousands euros	June 2019 (6 months)	Dec 2019 (12 months)
Revenue	**12 111**	**23 776**
Other income	1 055	2 581
Consumed purchases	(1 198)	(2 114)
Personnel costs	(6 489)	(13 022)
External expenses	(1 203)	(2 493)
Profit/loss on disposal of non-current operating assets	-	(29)
Other expenses	(3 491)	(7 123)
EBITDA	**785**	**1 576**
Other operating income and expenses	-	
Depreciation, amortisation and impairment losses	(2 073)	(4 414)
OPERATING LOSS	**(1 288)**	**(2 838)**
Other finance revenues	8	(23)
Income tax	(129)	(1 227)
NET LOSS OF DISPOSED OPERATIONS	**(1 409)**	**(4 088)**
Net cash from operating activities of disposed operations	**296**	**(1 901)**

<u>Disposal of Bebanjo entity</u>

On November 28, 2019, Bebanjo was sold (see the note 1).

Profit and loss and cash flows of Bebanjo are included in comprehensive income and in the cash flow statement of the Group until its date of effective loss of control. Its contribution (excluding intercompany transactions) as of June 30, 2019 and December 31, 2019 is as follows :

In thousands euros	June 2019 (6 months)	Dec 2019 (11 months)
Revenue	**1 335**	**2 554**
Other income	82	171
Personnel costs	(439)	(755)
External expenses	(200)	(463)
Other expenses	(46)	(73)
EBITDA	**732**	**1 434**
Depreciation, amortisation and impairment losses	(430)	(781)
OPERATING INCOME	**302**	**653**
Other finance expenses	(10)	(25)
Income tax	(72)	(156)
NET INCOME OF DISPOSED OPERATIONS	**220**	**472**
Net cash from operating activities of disposed operations	**625**	**1 185**

7. Notes to the statement of comprehensive income

General comments:
- Incomes and charges of Bebanjo remain included in 2019 figures until their effective disposal date (November 28, 2019, see notes 5 and 6.2);
- Incomes and charges of Cognacq Jay Image and Arkena Inc entities remain included in 2019 figures (see the notes 5 and 6.2);
- Incomes and charges of Tim Congo entity remain included in 2020 figures until their effective disposal date (May 1, 2020, see the notes 5 and 6.2);

7.1 Revenue

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Digital Television	87 090	87 477
Radio	56 042	57 692
Total Broadcasting Services	**143 132**	**145 168**
Telecom: site hosting	159 230	152 204
Telecom: other services	13 855	9 833
Total Telecoms & Services	**173 085**	**162 037**
Media Services	1 045	14 276
Fiber (FTTH)	7 487	2 296
Others	3 741	5 948
Total revenue	**328 491**	**329 725**

Between June 2019 and June 2020, revenue is impacted by a consolidation scope effect: -€13.5m related to the disposal of Cognacq Jay Image, Arkena Inc, Bebanjo and Tim Congo.

7.2 Other income and expenses (in current operating income)

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Other income	**3 560**	**8 522**

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

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Business tax	(3 330)	(3 510)
Property tax	(9 415)	(9 360)
Other taxes	(2 399)	(2 573)
Provisions on receivables - Prov. For risks and charges	537	2 324
Other operating expenses	146	1 152
Other expenses	**(14 462)**	**(11 967)**

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, according to 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 2020 (6 months)	Unaudited June 2019 (6 months)
Material purchases	(27 253)	(33 971)
Energy and fuels	(29 377)	(26 806)
Other purchases including change in inventory	(8 308)	(4 379)
Capitalized purchases	25 691	28 537
Consumed purchases	**(39 247)**	**(36 619)**

7.4 Personal cost

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Salaries & wages	(52 137)	(55 500)
Social security contributions	(17 090)	(17 996)
Tax contributions on salaries & wages	(3 086)	(3 322)
Statutory employee profit sharing	(5 612)	(5 375)
Post-employment benefits : defined benefit plans	(966)	(942)
Post-employment benefits : defined contributions	(4 957)	(5 195)
Share based payments	(145)	(195)
Other personnel costs	(3 891)	(4 119)
Capitalized personnel costs	29 135	30 848
Total personnel costs	**(58 750)**	**(61 795)**

Other personnel costs largely comprise of 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.

The impact of consolidation scope effects related to the disposal of Cognacq Jay Image, Arkena Inc, Bebanjo and Tim Congo generates a saving of €6.9m in personnel costs.

In addition, personnel costs include €1.8m (€1.9m in as of June 30, 2019) corresponding to severance payments recognized over the period (legal and transactional severance payments) among the Group, and all fees directly related such as legal fees.

7.5 External expenses

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Real estate	(2 700)	(2 106)
Technical subcontracting	(65 093)	(19 826)
Administrative subcontracting	(6 425)	(5 797)
Expenses linked to personnel	(6 018)	(7 444)
Surveys & consulting fees	(4 086)	(8 964)
External & internal communication costs	(449)	(498)
Corporate fees	(2 496)	(3 593)
Insurance	(1 083)	(1 216)
Other capitalized charges	65 234	15 286
External expenses	**(23 117)**	**(34 158)**

The increase of technical subcontracting costs should be analyzed in comparison with the increase in other capitalized charges, reflecting the intensification of Group's infrastructure deployment, in particular optical fiber networks (FTTH).

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 2020 (6 months)	Unaudited June 2019 (6 months)
Amortisation of intangible assets	(20 603)	(17 863)
Depreciation of tangible assets	(60 333)	(60 134)
Depreciation of assets related to right of use (IFRS 16)	(20 570)	(20 296)
Write-back of investment subsidies	2 325	1 679
Impairment of intangible assets	-	-
Impairment of tangible assets	(16)	-
Depreciation, amortisation and impairment losses	**(99 196)**	**(96 615)**

7.8 Other operating income and charges

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

7.9 Net finance costs

Net finance costs can be broken down as follows:

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Revenues from available funds placed	8	38
Total financial revenue (a)	**8**	**38**
Finance expenses linked to debt : Bond	(18 524)	(18 472)
Finance expenses linked to debt : Bank debt revolving	(312)	(242)
Finance expenses linked to debt : Shareholder	(57 045)	(52 563)
Finance expenses linked to debt : Financial lease	(566)	(509)
Finance expenses linked to lease liability : IFRS 16	(6 778)	(6 902)
Finance expenses linked to debt : Other debts	(1 058)	(1 034)
Result on financial instruments measured at amortized cost (b)	**(84 283)**	**(79 722)**
Capitalisation & amortisation of loan issue expenses (c)	**(1 216)**	**(1 203)**
Profit (loss) related to derivatives (d)	**-**	**-**
Total finance expenses (e) = (b) + (c) + (d)	**(85 499)**	**(80 925)**
Net financial debt cost (a) + (e)	**(85 491)**	**(80 887)**

Concerning the shareholder loan of €1063.6m towards Tivana France Holdings (amount unchanged vs 2019, fixed interest rate of 7.7%), quarterly interests on that debt can be, according to what TDF Infrastructure determines:

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

thus, the deferred interests generating themselves interests, the cost of this loan increases compared to June 30, 2019, while the amount of the debt remains stable;

See notes 4.4 and 9.1 describing the change in financial debt and their characteristics.

At June 30, 2020, excluding shareholder debts, the average interest rate on financial debt is 2.85% (2.87% at June 30, 2019), including financing costs.

Other financial income and charges are as follows:

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Net discounting costs excluding net debt	(2 009)	(531)
Forex gains (losses)	4	63
Other financial expenses & Income	(237)	1 805
Other financial revenues / charges	**(2 243)**	**1 337**

Net discounting costs mainly concern discounting effects on provisions and deferred income.

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

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Currency translation differences for foreign operations	(58)	(58)
Finance income and expenses recognised in other comprehensive income	**(58)**	**(58)**

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 2020 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 is not subject to tax.

The income tax of the period is analyzed below:

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Current tax expense	(33 100)	(33 480)
Other income tax expenses	(3 824)	(4 032)
Deferred tax expense	4 832	4 144
Income tax expense from continuing operations	**(32 093)**	**(33 368)**
Income tax from discontinued operations and disposed entities	-	-
Total income tax	**(32 093)**	**(33 368)**

Note that among the €33.1m of current tax expenses mentioned above (€33.5m as of June 30, 2019), €33.0m concern entities belonging to the tax consolidation group (€33.4m as of June 30, 2019), 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 (see hereafter).

Income tax recognized in other comprehensive income is analyzed below:

	Unaudited					
	June 2020 (6 months)			June 2019 (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	(58)	-	(58)	(58)	-	(58)
Actuarial gains (losses) on defined benefit plan	-	-	-	-	-	-
Others	(4)	-	(4)	16	-	16
Total	**(62)**	**-**	**(62)**	**(42)**	**-**	**(42)**

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 2020 (6 Months)		June 2019 (6 months)	
In thousands euros	**Value**	**Rate**	**Rate**	**Value**
Loss for the period	(18 671)			(15 644)
Total income tax for the period	(32 092)			(33 368)
Profit excluding income tax	13 421			17 724
Theoretical income tax based on the French statutory income tax rate	**(4 297)**	**32,02%**	**34,43%**	**(6 102)**
Permanent differences on disposals	-			-
Impairment of tax loss carried forward	(15 895)	118,43%	103,62%	(18 365)
Other income tax expenses (CVAE, etc)	(2 485)	18,52%	13,66%	(2 421)
Non-deductible interest	(6 713)	50,02%	34,08%	(6 040)
Effect of difference in foreign tax rates (theoretical rate) and differences on french entities tax rate	(3 312)	24,68%	-0,27%	48
Deferred tax on "CVAE" (1)	410	-3,05%	-2,66%	471
Other permanent differences	129	-0,96%	-7,20%	1 277
Others	71	-0,53%	12,62%	(2 236)
Actual income tax	**(32 092)**	**239,12%**	**188,27%**	**(33 368)**

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

As of June 30, 2020, the theoretical income tax rate used corresponds to the preponderant rate in the Group's French activities.

At June 30, 2020, depreciations or non-recognition of tax loss carried forward assets are notably related to TDF Infrastructure SAS (€15.0m as at June 30, 2020 against €16.2 as of June 30, 2019).
These deferred tax assets 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

The Group goodwill breakdown is unchanged between December 31, 2019 and June 30, 2020.
In the specific context of the COVID-19 health crisis, the Group has conducted impairment tests, based on its business activity forecasts, which do not indicate any risk of impairment (see notes 1 and 3.7).

8.2 Intangible assets

Intangible assets are analyzed below:

In thousands euros	Total
Gross value at December 31, 2019	**879 185**
Acquisitions	82 228
Disposals	(60 272)
Reclassifications	6 120
Changes in consolidation scope	(5)
Currency translation adjustments	(6)
Gross value at June 30, 2020 (Unaudited)	**907 250**

In thousands euros	Total
Amortization at December 31, 2019	**(405 816)**
Charge of the period	(20 603)
Disposals	60 273
Reclassifications	-
Changes in consolidation scope	-
Currency translation adjustments	6
Amortization at June 30, 2020 (Unaudited)	**(366 140)**

In thousands euros	Total
Impairment losses at December 31, 2019	**(106 256)**
Charge of the period	-
Disposals	-
Changes in consolidation scope	-
Currency translation adjustments	-
Impairment losses at June 30, 2020 (Unaudited)	**(106 256)**
Carrying amount at December 31, 2019	**367 113**
Carrying amount at June 30, 2020 (Unaudited)	**434 854**

Since no trigger event occurred at June 30, 2020 (see the note 3.7), 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, 2020.

As of June 30, 2020, acquisitions of intangible assets mainly include completed or in progress roll-out of fiber optic networks in sparsely populated areas, in accordance with IFRIC 12 standard (Service Concession Arrangements) which is into force for this activity.

Disposals flows of the period concern for € 60.1 million IFRS intangible assets, related to patents, 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.

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, 2019	**944 108**	**1875 042**	**41 379**	**608 601**	**3469 130**
IFRS 16 Transition	-	-	-	-	**-**
Acquisitions	35 206	27 850	2 826	32 781	**98 663**
Disposals	(4 283)	(12 248)	(119)	(5 601)	**(22 251)**
Reclassifications	26 153	4 486	(16)	(23 928)	**6 695**
Changes in consolidation scope	-	(2 054)	(1)	(94)	**(2 149)**
Currency translation adjustments	(29)	(82)	(6)	(44)	**(161)**
Gross value at June 30, 2020 (Unaudited)	**1001 155**	**1892 994**	**44 063**	**611 715**	**3549 927**

In thousands euros	Land & Buildings	Broadcasting network	Office furniture, office and computer equipment	Others	**Total**
Amortization at December 31, 2019	**(280 927)**	**(1035 987)**	**(30 693)**	**(340 578)**	**(1688 185)**
Charge of the period	(27 589)	(32 866)	(1 177)	(16 947)	**(78 579)**
Disposals	3 848	12 258	117	5 585	**21 808**
Reclassifications	1 050	(2 534)	(6)	6	**(1 484)**
Changes in consolidation scope	-	188	1	-	**189**
Currency translation adjustments	28	68	5	32	**133**
Amortization at June 30, 2020 (Unaudited)	**(303 590)**	**(1058 873)**	**(31 753)**	**(351 902)**	**(1746 118)**

	Land & Buildings	Broadcasting network	Office furniture, office and computer equipment	Others	**Total**
Impairment losses at December 31, 2019	**(6 297)**	**(38 339)**	**(8)**	**(4 557)**	**(49 201)**
Charge of the period	-	2	2	(20)	**(16)**
Disposals	-	-	-	-	**-**
Reclassifications	-	1 281	-	588	**1 869**
Changes in consolidation scope	-	-	-	-	**-**
Currency translation adjustments	-	2	-	6	**8**
Impairment losses at June 30, 2020 (Unaudited)	**(6 297)**	**(37 054)**	**(6)**	**(3 983)**	**(47 340)**

Carrying amount at December 31, 2019	**656 884**	**800 716**	**10 678**	**263 466**	**1731 744**
Carrying amount at June 30, 2020 (Unaudited)	**691 268**	**797 067**	**12 304**	**255 830**	**1756 469**

As of June 30, 2020, change in consolidation scope corresponds to the disposal of Tim Congo tangible assets, following the sale on May 1, 2020 (see the note 1).

Tangible assets notably include assets recognized under the right of use (IFRS 16), thus presented in Land-Buildings and Other tangible assets.

8.4 Trade receivables and other current and non-current assets

Other current and non-current assets are as follows:

	Unaudited June 2020			Dec 2019		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Inventories,including items in progress	17 221	(3 233)	13 988	15 215	(3 012)	12 203
Total inventories	**17 221**	**(3 233)**	**13 988**	**15 215**	**(3 012)**	**12 203**

	Unaudited June 2020			Dec 2019		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Trade accounts receivables	162 088	(4 359)	157 729	107 341	(4 439)	102 902
Trade receivables on disposal of assets	7 795		7 795	957		957
Total trade accounts receivables	**169 883**	**(4 359)**	**165 524**	**108 298**	**(4 439)**	**103 859**

	Unaudited June 2020			Dec 2019		
In thousands euros	Gross	Depreciation	Net	Gross	Depreciation	Net
Credit notes not yet received	21		21	132		132
Advance payment - corporate income tax	3 952		3 952	7 472		7 472
Tax and social security receivables	76 734		76 734	75 309		75 309
Prepaid expenses	4 585		4 585	1 797		1 797
Escrow account	-		-	-		-
Other receivables	18 824	(627)	18 197	17 730	(316)	17 414
Total other current assets	**104 116**	**(627)**	**103 489**	**102 440**	**(316)**	**102 124**
Non-current receivables	1 000	-	1 000	2 045	-	2 045
Loans, security deposit, guaranty	6 459	(320)	6 139	6 551	(320)	6 231
Total other non current assets	**7 459**	**(320)**	**7 139**	**8 596**	**(320)**	**8 276**

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, 2020, the main part of financial debt consists of unsecured senior external debt held by bondholders (bond debt) as well as a shareholder loan. Overall, the Group's financial debt is analyzed and has varied as described below:

In thousands euros	**Dec 2019**	Increase	Decrease	Others	**Unaudited** **June 2020**
Bond	1388 947	-	1 131	-	1390 078
including term debt	*1400 000*			-	*1400 000*
including loan issuance costs	*(11 053)*		*1 131*	-	*(9 922)*
Bank debt	(838)	105 000	(29 915)	-	*74 247*
including loan issuance costs	*(838)*		*85*	-	*(753)*
including term debt	-	-		-	-
including revolving debt	-	*105 000*	*(30 000)*	-	*75 000*
Shareholders' debt	1063 599	-	-	-	1063 599
Finance lease debt	9 983	325	(1 881)	-	8 427
Operational investments debts	19 541		(312)		19 229
Lease liability (IFRS 16)	200 612	14 857	(18 874)	6 543	203 138
Other financial debts	87 854	12 903	(34 168)	606	67 195
Financial debt	**2769 698**	**133 085**	**(84 019)**	**7 149**	**2825 913**

In thousands of euros	**Dec 2018**	IFRS 16 Transition	Increase	Decrease	Others	**Unaudited** **June 2019**
Bond	1386 727		-	1 092	-	1387 819
including term debt	*1400 000*				-	*1400 000*
including loan issuance costs	*(13 273)*			*1 092*	-	*(12 181)*
Bank debt	(960)		-	111	-	(849)
including loan issuance costs	*(960)*			*111*	-	*(849)*
including term debt	-		-		-	-
including revolving debt	-		-	-	-	-
Shareholders' debt	1063 599		-	-	-	1063 599
Finance lease debt	8 041		2 287	(1 390)	(554)	8 384
Operational investments debts	15 820		4 522	(337)		20 005
Lease liability (IFRS 16)	-	204 049	15 964	(17 388)	(567)	202 058
Other financial debts	150 320		3 581	(45 148)	168	108 921
Financial debt	**2623 547**	**204 049**	**26 354**	**(63 060)**	**(953)**	**2789 937**

Bond debt

TDF Infrastructure SAS has issued a 7 year maturity bond for €600m on October 19, 2015, and 10 year maturity bond for €800m on April 7, 2016 (see characteristics disclosed in the note 4.4).
The bond issue expenses (including issue discount) disclosed as a deduction from the debt balance (according to effective interest rate IFRS method) amount to €9.9m as of June 30, 2020 (€11.1m as of December 31, 2019).

Bank debt

At June 30, 2020, as of December 31, 2019, the Group has no bank term debt.
At June 30, 2020, revolving line is used for €75.0m. This line has a maturity date on December 5, 2024.

Shareholders loans

No change since December 31, 2019.

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, 2020 is €19.2m.

Lease liability (IFRS 16)

In accordance with the application of IFRS 16, a financial debt was recognized under the lease liability.
In relation with the principles of the standard:
- New leases concluded during the period are recognized as an increase in lease liability for the present value of expected payments,
- Decrease in lease liability represents the part of rental paid on the period and affected to the repayment of the financial debt, after deduction of the interest expenses (see the note 7.9).

Other financial debts

Other financial debts of €67.2m at June 30, 2020 (€87.9m as of December 31, 2019) correspond to:
- Current accounts with Tivana France Holdings and TDF Infrastructure Holding for a total amount of €35.3m (€69.4m as of December 31, 2019);
- Shareholder loans granted, for an amount of €30.9m, to the entities Val d'Oise Fibre, Val de Loire Fibre and Anjou Fibre by Banque des Territoires following an equity investment of 30% (€17.4m as of December 31, 2019);

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

In thousands euros	June 2020	Unaudited < 1 year	1 to 5 years	> 5 years
Bond debt	1390 078		597 316	792 762
Bank debt	74 247		74 247	
Shareholders' debt	1063 599			1063 599
Finance lease debt	8 427	4 588	3 809	30
Operational investments debts	19 229	1 101	3 721	14 407
Lease liability (IFRS 16)	203 138	37 056	89 534	76 548
Other financial debts	67 195	50 656	16 539	
Financial debt	**2825 913**	**93 401**	**785 166**	**1947 346**

In thousands euros	Dec 2019	< 1 year	1 to 5 years	> 5 years
Bond debt	1388 947		596 759	792 188
Bank debt	(838)		(838)	
Shareholders' debt	1063 599			1063 599
Finance lease debt	9 983	3 579	6 357	47
Operational investments debts	19 541	1 051	4 134	14 356
Lease liability (IFRS 16)	200 612	38 644	92 322	69 646
Other financial debts	87 854	70 161	17 492	201
Financial debt	**2769 698**	**113 435**	**716 226**	**1940 037**

As of June 30, 2020:
- Shareholder debt of €1 063.6 bears 7.7% fixed rate interest and has a maturity of March 20, 2030;
- the first bond debt, for €600m (excluding loan issuance costs) has a fixed coupon of 2.875% and a maturity on October 19, 2022;
- the second bond debt, for €800m (excluding loan issuance costs), has a fixed coupon of 2.50% and a maturity on April 7, 2026.

9.2 Employee benefits

No significant change compared to December 31, 2019.

9.3 Provisions

In thousands euros	Dec 2019	Provisions additions	Provisions utilisations	Provisions unused	Discounting	Currency translation adjustment	Others	June 2020
		Unaudited						Unaudited
Prov. for post-employment benefits (pension, retirement benefit)	29 776	967	-	-	(12)	-	-	30 731
Prov. for employee-related measures	7 478	-	(3 983)	-	25	-	-	3 520
Provision for claims and disputes	1 864	413	-	(275)	-	-	-	2 002
Provision for dismantling, decommissioning and restoring sites	64 026	-	(395)	-	293	-	5 995	69 919
Prov for bringing into compliance of sites	2 626	-	(91)	-	-	-	-	2 535
Provision on onerous contract	-	-	-	-	-	-	-	-
Other provisions	18 444	86	(14 185)	(99)	-	-	-	4 246
Total provisions	**124 214**	**1 466**	**(18 654)**	**(374)**	**306**	**-**	**5 995**	**112 953**
Presented as current	**43 629**							**26 163**
Presented as non-current	**80 585**							**86 789**

In thousands euros	Dec 2018	Provisions additions	Provisions utilisations	Provisions unused	Discounting	Currency translation adjustment	Others	June 2019
		Unaudited						Unaudited
Prov. for post-employment benefits (pension, retirement benefit)	25 880	942	-	-	28	-	-	26 850
Prov. for employee-related measures	18 082	-	(5 956)	-	151	-	-	12 277
Provision for claims and disputes	2 377	318	(19)	(908)	-	-	-	1 768
Provision for dismantling, decommissioning and restoring sites	45 682	-	(1 272)	-	350	-	-	44 760
Prov for bringing into compliance of sites	3 765	-	(531)	(200)	-	-	-	3 034
Provision on onerous contract	-	-	-	-	-	-	-	-
Other provisions	5 043	225	(162)	-	-	-	-	5 106
Total provisions	**100 829**	**1 485**	**(7 940)**	**(1 108)**	**529**	**-**	**-**	**93 795**
Presented as current	**25 780**							**33 866**
Presented as non-current	**80 745**							**59 929**

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, 2020, the provision related to this agreement is of €3.5m.

Claims and disputes, other provisions
Claims and disputes mainly arise from litigation the Group is facing, as well provisions for negative disposal result of entities.
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.
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 2020	Dec 2019
Trade payables	132 943	139 808
Trade payables on fixed assets aquisitions	40 440	43 307
Corporate income tax liabilities	6 750	18 800
Tax and social liabilities	134 075	119 811
Other current liabilities	117 333	83 401
Current liabilities	**431 541**	**405 127**
Other non-current liabilities	**91 359**	**81 711**
Total liabilities	**522 900**	**486 838**

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 €178.6m (€143.9m as of December 31, 2019) of which €91.0m is maturing after one year (€76.3m at December 31, 2019).

10. Cash flows

General comments:

- cash flows of Cognacq Jay Image and Arkena Inc entities remain included for 2020 in net cash from operating activities and net cash in financing or investing activities for all period disclosed until their disposal date (January 8, 2020 – see the notes 5 and 6.2)
- cash flows of Bebanjo remain included for 2019 in net cash from operating activities and net cash in financing or investing activities for all period disclosed until its disposal date (November 28, 2019 – see the notes 5 and 6.2)
- cash flows of Tim Congo remain included for 2020 in net cash from operating activities and net cash in financing or investing activities for all period disclosed until its disposal date (May 1, 2020 – see the notes 5 and 6.2)

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 2020 (6 months)	Dec 2019 (12 months)	Unaudited June 2019 (6 months)
Changes in inventories	(2 485)	(3 742)	(1 861)
Changes in trade receivables	(54 881)	(5 123)	(56 131)
Changes in trade payables	(5 468)	58 701	34 519
Changes in prepaid income	33 091	(4 611)	31 833
Changes in other working capital	24 458	(782)	(4 259)
Changes in working capital	**(5 285)**	**44 443**	**4 101**

10.3 Net cash used in investing activities

At June 30, 2020 :

- the line acquisitions of non-current operating assets reflects the intensification of the Group's infrastructure deployment, in particular optical fiber networks, despite the COVID-19 crisis.
- the line net proceeds from disposals of subsidiaries formelly controlled mainly corresponds to the disposal of Cognacq Jay Image, Arkena Inc and Tim Congo (see the note 1).

As of June 30, 2019, the line "change in other financial assets" corresponds for €6.4m to the proceeds of minority interest held by the Group, as well as the repayment of loans that the Group had granted to this stake.

10.4 Net cash used in financing activities

At June 30, 2020, drawdowns and repayment of debts are principally composed of:

- drawdowns related to the use of revolving credit facilities for €105.0m, which were followed by a repayment of €(30.0)m over the period,
- a €12.9m drawdown related to a shareholder loan granted to entities of the Group, as part of an equity investment from a minority shareholder,
- net cash-out of €(34.1)m concerning the current accounts with TDF Infrastructure Holding and Tivana France Holdings (direct and indirect shareholders of the Group),
- cash outflows for rents of €(18.9)m presented as repayment of lease liability.

At June 30, 2019, drawdowns and repayment of debts are principally composed of:
- a €3.6m drawdown related to a shareholder loan granted to entities of the Group, following an equity investment from a minority shareholder,
- net cash-out of €(44.7)m concerning the current accounts with TDF Infrastructure Holding and Tivana France Holdings (direct and indirect shareholders of the Group),
- cash outflows for rents of €(17.4)m presented as repayment of lease liability.

At June 30, 2020, and as at December 31, 2019, the line « Financial interests » mainly corresponds to:
- the €20m payment related to the first term on the €800m bond debt issued on April 7, 2016,
- cash outflows for rent presented as interests expenses, in accordance with the application of IFRS 16.

Concerning the table of changes in financial liabilities disclosed in note 9.1:
- At June 30, 2020:
  - increase in lease liability following IFRS 16 over the period (€14.9m), has no cash impact, the counterpart being the recognition of a fixed asset under right of use of assets rent,
  - the amortization of bond issuance costs (€1.2m) and the increase in finance lease debts (€0.3m) have no cash impact,
  - thus, after restatement of these items, changes in financial debts disclosed in note 9.1 represent a net cash impact of €32.7m;

- At June 30, 2019:
  - increase in lease liability following IFRS 16 application, at the transition date (€204m) and over the period (€16m), have no cash impact, the counterpart being the recognition of a fixed asset under right of use of assets rent,
  - the amortization of bond issuance costs (€1.2m) and the increase in finance lease debts (€2.3m) have no cash impact,
  - the increase of operational investments debts (€4.5m) 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 €(60.7)m;

11. Workforce

Total Group headcount is as follows:

	Unaudited June 2020	Dec 2019
France	1 921	2 156
International	114	147
Total workforce at closing	**2 035**	**2 303**

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, which are not recognized because it is 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, 2020

In June 2018, the French Competition Authority initiated a procedure against the Group.
Early 2020, the French Competition Authority decided to discontinue this procedure. Following this decision, a plea was filed.
No other significant change since December 31, 2019.

12.2 Firm commitments

A. Operating lease commitments – Group as lessee

At June 30, 2020, the Group directly recognizes in financial debt the lease liability related to rights of use of leases, in accordance with IFRS 16 (see the note 9.1).

B. Firm purchase commitments

Firm purchase commitments made by the Group are as follows:

In thousands euros	Unaudited June 2020	< 1 year	1 to 5 years	> 5 years
Commitment of capex	220 069	216 121	3 916	32
Commitment others	55 950	33 973	19 094	2 883
Total	**276 019**	**250 094**	**23 010**	**2 915**

In thousands euros	Dec 2019	< 1 year	1 to 5 years	> 5 years
Commitment of capex	202 108	194 985	7 112	11
Commitment others	53 206	30 060	19 770	3 376
Total	**255 314**	**225 045**	**26 882**	**3 387**

The change in firm purchase commitments between December 2019 and June 2020 is mainly due to commitments taken in the frame of the development of the optical fiber activity.

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 June 2020 Actual (6 months)	Projection	< 1 year	1 to 5 years	> 5 years
Digital Television	87 090	263 318	143 273	119 516	529
Radio	56 042	312 964	98 781	202 451	11 732
Total Broadcasting Services	**143 132**	**576 282**	**242 054**	**321 967**	**12 261**
Telecom: site hosting	159 230	1696 677	281 782	926 192	488 703
Telecom: other services	13 855	32 598	8 083	11 085	13 430
Total Telecoms & Services	**173 085**	**1729 275**	**289 865**	**937 277**	**502 133**
Media Services	1 045	1 017	975	42	-
Fiber (FTTH)	7 487	141 161	4 955	23 958	112 248
Others	3 741	209	182	27	-
Total revenue / future contractual revenue	**328 490**	**2447 944**	**538 031**	**1283 271**	**626 642**

In thousands euros	Dec 2019 Actual (12 months)	Projection	< 1 year	1 to 5 years	> 5 years
Digital Television	174 272	312 567	156 232	155 297	1 038
Radio	116 232	339 185	86 134	214 139	38 912
Total Broadcasting Services	**290 504**	**651 752**	**242 366**	**369 436**	**39 950**
Telecom: site hosting	313 421	1759 216	275 211	958 709	525 296
Telecom: other services	29 538	30 771	8 586	10 451	11 734
Total Telecoms & Services	**342 959**	**1789 987**	**283 797**	**969 160**	**537 030**
Media Services	28 116	57 494	3 600	10 240	43 654
Fiber (FTTH)	5 904	559	559	-	-
Others	7 237	701	539	162	-
Total revenue / future contractual revenue	**674 720**	**2500 493**	**530 861**	**1348 998**	**620 634**

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, 2020, the Group has given and received bank guarantees, contracted in the course of business, which respectively amount to €86.4m and €8.6m, vs. respectively €87.7m and €8.9m at December 31, 2019.

Commitments under bank agreements

No change compared to December 31, 2019.

Other commitments

No significant change since December 31, 2019.

13. Shares in associates

Since April 26, 2016, Monaco Media Diffusion (ex MCR) is consolidated under the equity method, after loss of control on this entity.

In thousands euros	Unaudited June 2020 (6 months)	Unaudited June 2019 (6 months)
Revenue	**2 001**	**2 222**
EBITDA	**1 170**	**1 243**
OPERATING INCOME	**925**	**1 084**
Financial income and expenses	(36)	13
Income tax	(258)	(328)
NET INCOME	**631**	**769**

14. Related party disclosures

14.1 Compensation of key management personnel

No new compensation scheme towards key management personnel has been set up during 2020 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,
2. Companies owned directly or indirectly by Tivana France Holdings or its shareholders, especially Brookfield Infrastructure group, Public Sector Pension Investment Board (PSP Investments), APG Asset Management N.V. and Arcus Infrastructure Partners,
3. Companies in which directors of the companies included in the TDF Infrastructure SAS group scope are company representatives,
4. Key management personnel.

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 €57.0m and related to the shareholder loan of €1 063.6m; accrued interests on this loan are of €465.1m at June 30, 2020 (€408.0m as of December 31, 2019), and is disclosed as current liabilities by prudence (see also the note 4.3);
- net repayment of current accounts with Tivana France Holdings and TDF Infrastructure Holding for €34.1m;
- €0.1m of income and €2.0m 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

Telecom activity – Master agreement with Free

The master agreement with the Telecom customer Free, which expired in July 2020, has been extended for one year until July 2021.

COVID-19

No events resulting from epidemic crisis related to COVID-19 impacted the Group since June 30, 2020.

16. Consolidation scope

List of consolidated companies	Countries	CGU	Share capital in € thousands	% Interests June 2020 (unaudited)	% Interests Dec 2019	% Interests June 2019 (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%	
AD Valem Technologies	France	TDF	500	100,00%	100,00%	100,00%	
TDF Fibre	France	TDF	8 650	100,00%	100,00%	100,00%	
Belvédère	France	TDF	331	70,00%	70,00%	70,00%	
TDF FTTH	France	TDF	150	100,00%	100,00%		Entity created on September 2019
ITAS Anet	France	TDF	14 616	100,00%	100,00%	100,00%	
ITAS Tim	France	TDF	11 690	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			100,00%	100,00%	Entity disposed on May 1st, 2020
ITAS Sud Ouest	France	TDF	100	100,00%	100,00%	100,00%	
Val d'Oise Fibre	France	TDF	10 000	70,00%	70,00%	70,00%	
Yvelines Fibre	France	TDF	3 150	100,00%	100,00%	100,00%	
Val de Loire Fibre	France	TDF	6 429	70,00%	70,00%	70,00%	
Anjou Fibre	France	TDF	1 429	70,00%	70,00%	70,00%	
Cognacq Jay Image (ex-Arkena Sas)	France	Arkena			100,00%	100,00%	Entity disposed on January 8th, 2020
Arkena Inc (ex - Smartjog USA)	USA	Arkena			100,00%	100,00%	Entity disposed on January 8th, 2020
Bebanjo	Espagne	Arkena				100,00%	Entity disposed on November 28th, 2019
Arkena Sp.zoo (ex PSN)	Pologne	Arkena	985	100,00%	100,00%	100,00%	
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.

Cognacq Jay Image and Arkena Inc have been sold on the January 8, 2020. These subsidiaries were classified as assets held for sale at December 31, 2019 under IFRS 5.

Tim Congo entity was sold on May 1, 2020.