



INTERIM FINANCIAL REPORT

AT JUNE 30, **2014**

Séché Environnement, a French limited company
(Société Anonyme)
with share capital of EUR 1 726 974.00
Company reg. no. 306 917 535 RCS Laval
Les Hêtres - CS 20020 - 53811 Changé Cedex, France



Séché
environnement
Séché global solutions

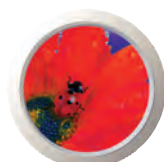
CONTENTS



1. CERTIFICATION OF THE PERSON RESPONSIBLE FOR THE INTERIM FINANCIAL REPORT	1
--	----------



2. INTERIM ACTIVITY REPORT AT JUNE 30, 2014	3
2.1. Highlights of the period	4
2.2. Summary of results for the first half of 2014	5
2.3. Summary of the consolidated balance sheet at June 30, 2014	8
2.4. Summary of the consolidated statement of cash flows	10
2.5. Main transactions with related parties	12
2.6. Outlook	12
2.7. Share ownership and voting rights	13



3. INTERIM CONSOLIDATED STATEMENTS AT JUNE 30, 2014	15
3.1. Consolidated balance sheet	16
3.2. Consolidated income statement	17
3.3. Statement of net income and gains and losses directly recognized in equity	18
3.4. Statement of changes in consolidated shareholders' equity	18
3.5. Consolidated statements of cash flows	22
3.6. Notes to the interim consolidated financial statements at June 30, 2014	23



4. STATUTORY AUDITORS' LIMITED REVIEW REPORT ON THE INTERIM FINANCIAL REPORT AT JUNE 30, 2014	53
--	-----------



CHAPTER 1

1. Certification of the person responsible for the interim financial report

1

CERTIFICATION OF THE PERSON RESPONSIBLE FOR THE INTERIM FINANCIAL REPORT



1. CERTIFICATION OF THE PERSON RESPONSIBLE FOR THE INTERIM FINANCIAL REPORT

"I hereby certify that, to the best of my knowledge, the summary accounts for the half-year reporting period have been drawn up in accordance with applicable accounting standards and provide a faithful and accurate image of the financial situation and income of the Company and all companies included in the consolidation scope, and that the attached interim activity report provides an accurate description of the major events that occurred during the first six months of the financial

year, their impact on the accounts, the main transactions with affiliates and a description of the principal risks and uncertainties for the remaining six months of the year."

The Chairman of the Board of Directors,
Joël Séché

Changé, September 9, 2014



CHAPTER 2

Interim activity report at June 30, 2014

2.1. Highlights of the period	4
2.2. Summary of results for the first half of 2014	5
2.3. Summary of the consolidated balance sheet at June 30, 2014	8
2.4. Summary of the consolidated statement of cash flows	10
2.5. Main transactions with related parties	12
2.6. Outlook	12
2.7. Share ownership and voting rights	13

2.1. HIGHLIGHTS OF THE PERIOD

In the first half of 2014, levels of activity achieved by Séché Environnement were uneven from one business area to another. Consolidated revenue was upheld by lively performance in services and materials recovery, which compensated to some extent for lesser contributions from waste treatment activities.

The first half of 2014 was less favorable in comparison with a strong first half in 2013 in both the Hazardous Waste (HW) and Non-Hazardous Waste (NHW) divisions. This was due to certain major contracts coming to an end. These contracts had contributed significantly to revenue from depollution and logistics platforms in 2013.

Also, at the end of the first half, the Group experienced operational disruption to its incineration operations in the Non-Hazardous Waste (NHW) division. This penalized the growth of this division and incurred exceptional extra costs.

Consolidated revenue at June 30, 2014 came out at EUR 213.4 million, a slight fall (- 4,6%) not including the effects of changes in IFRIC 12 revenue (from investments in public service concessions).

In this context, Séché Environnement's results in terms of operating income remained solid.

EBITDA came out at EUR 37.3 million, a slight reduction of EUR - 0.9 million. The EBITDA to revenue ratio improved slightly compared with the first half of 2013, as the Group benefited during the period from favorable business mix

effects and the positive results of optimization measures taken by the Group, for example in water treatment.

The exceptional extra costs incurred as a result of industrial action at the Sénerval plant in Strasbourg were booked as non-current charges against operating income of EUR - 8.4 million. Operating income was appreciably down at EUR 6.4 million (versus EUR 15.6 million in the same period a year ago).

Changes in net income of consolidated companies reflect variances in operating income and financial income. The latter was affected by the one-time costs (EUR 2.4 million) of early partial financial restructuring which took place in May. Aside from these refinancing costs, the cost of debt improved from 5.13% in 2013 to 4.97% in the first half year of 2014. Net income of consolidated companies also benefited from a reduction in the corporation tax charge (EUR + 3.5 million) compared with the previous year.

Net income (Group share) came out as a loss of EUR - 3.3 million, essentially reflecting the impact of the exceptional costs which penalized operations, and, to a lesser extent, the reduced contribution from affiliates which fell by EUR - 1.3 million as a result of a provision of EUR 1 million for the restructuring of the incineration activity of the subsidiary Gerep.

The Group's financial structure is stable, with net financial indebtedness well under control at EUR 227.2 million, versus EUR 221.9 million a year ago.

This result is due to cash flow generation from operations having remained stable despite the exceptional costs of the half year, and a controlled investment policy, especially concerning investments in public service delegation concessions (down during the period to EUR 3.2 million at June 30, 2014 versus EUR 15.5 million a year earlier), in line with plans agreed with the local authorities concerned. Investments in the Group's own operations focused particularly on recovery and landfill facilities, and the maintenance of incineration plant.

At June 30, 2014, the Group's debt ratios were stable, with gearing of 0.74 times equity and leverage of 2.91 times EBITDA, compared with covenanted ratios of 1.1 times and 3.5 times respectively.

Moreover, the Group continued to pursue actions to diversify its debt, extend maturity dates and reduce its cost of debt.

As well as specific financings for several capital expenditure projects, the Group partially refinanced EUR 25 million of its debt by means of a private Euro PP bond issue of EUR 50 million, of which EUR 25 million with a 5 year maturity and EUR 25 million with a 7 year maturity.

At the same time, Séché Environnement secured a revision of its leverage ratio, from 3 times EBITDA to 3.5 times EBITDA.



2.2. SUMMARY OF RESULTS FOR THE FIRST HALF OF 2014

2.2.1. Summary

NB 1:

Percentages are calculated after restatement of revenue concerning investments in concessions.

NB 2:

For comparability purposes, 2013 data for Hungaropec have been restated to take account of the reclassification of these as discontinued operations since the end of 2013.



	GROUP		OF WHICH FRANCE		OF WHICH INTERNATIONAL	
	JUNE 2013 (RESTATED)	JUNE 2014	JUNE 2013 (RESTATED)	JUNE 2014	JUNE 2013 (RESTATED)	JUNE 2014
Revenue	239.2	216.4	227.5	205.5	11.7	10.9
<i>Of which revenue outside the scope of IFRIC 12</i>	223.7	213.4	212.0	202.4	11.7	10.9
EBITDA	38.2	37.3	37.3	36.4	0.8	1.0
%	17.1%	17.5%	17.6%	18.0%	7.1%	8.9%
Current operating income	16.4	15.2	16.0	14.5	0.4	0.7
%	7.3%	7.1%	7.5%	7.2%	3.7%	6.7%
Operating income	15.6	6.4	15.1	5.8	0.4	0.7
%	7.0%	3.0%	7.1%	2.9%	3.7%	6.6%
Financial income	(5,9)	(8,2)				
%	2.6%	3.9%				
INCOME FROM CONSOLIDATED COMPANIES	6.4	(1.5)				
%	2.9%	0.7%				
Share of income of affiliates	(0,2)	(1,4)				
Net income, ongoing operations	6,3	(2,9)				
Net income, discontinued operations	(0,6)	(0,4)				
Minority interests	NS	NS				
NET INCOME (GROUP SHARE)	5,6	(3,3)				
%	2,5%	1,5%				

2.2.2. Activities

Consolidated revenue at June 30, 2014 amounted to EUR 216.4 million, versus EUR 239.2 million at June 30, 2013 in published data (restated). The Group thus recorded a reduction of revenue in the first half of 2014 of – 9.5%.

Revenue reported for the period includes IFRIC 12 revenue from investments in assets under public service delegation contracts (concessions) of EUR 3.0 million, versus EUR 15.5 million a year ago.

Consolidated revenue not including revenue from investments in concessions

therefore amounted to EUR 213.4 million, a decrease of – 4.6% compared with 2013.

2.2.2.1. Revenue by division

ACTIVITY	JUNE 30, 2013		CHANGE %	JUNE 30, 2014
	JUNE 30, 2013	(RESTATED)		
HW treatment	140.6	138.6	– 3.1%	134.3
NHW treatment (outside the scope of IFRIC 12)	83.1	85.1	– 7.1%	79.1
REVENUE OUTSIDE THE SCOPE OF IFRIC 12	223.8	223.7	– 4.6%	213.4
Revenue under IFRIC 12	15.5	15.5		3.0
CONSOLIDATED REVENUE	239.3	239.2	– 9.7%	216.4
<i>Of which international</i>	<i>11.9</i>	<i>11.7</i>	<i>– 6.2%</i>	<i>10.9</i>
<i>Of which energy</i>	<i>13.5</i>	<i>13.5</i>	<i>– 3.9%</i>	<i>13.0</i>

The Group's activities evolved by division as follows:

- EUR – 4.3 million (– 3.1%) in the Hazardous Waste (HW) treatment activity, where the dynamism of services activities (global offerings and depollution) and materials recovery were compensated for by the end of a large spot contract concerning the logistics platforms activity;
- – 7.1% (EUR – 6.0 million) in the Non-Hazardous Waste (NHW) activity, which was impacted by the end of the site rehabilitation contract for La Gabarre, Guadeloupe, and the non-invoicing of energy sales in connection with industrial action affecting the availability of the Strasbourg-Sénerval incinerator during the first half-year;
- EUR – 12.5 million of revenue from investments in public service concession contracts, in line with the Sénerval and Alcéa construction programs.



2.2.3. EBITDA (Earnings before interest, tax, depreciation and amortization)

For the first half of 2013, the Group posted EBITDA (restated) of EUR 38.2 million, or 17.1% of revenue (not including investments in concessions). In the first half of 2014, EBITDA amounted to EUR 37.3 million, or 17.5% of revenues, a small decrease of EUR – 0.9 million. This change reflects the effects of:

- changes in margins related to the organic evolution of activities: EUR – 1.8 million;
- a more favorable mix of activities: EUR + 0.5 million;
- optimization measures concerning water treatment: EUR + 0.4 million.

Mix effects were largely due to purification activities (EUR + 0.9 million), in part compensated for by those of logistics platform activities (EUR – 0.3 million).

2.2.4. Current operating income and operating income

The Group achieved current operating income of EUR 15.2 million (7.1% of revenue not including investments in concessions) versus EUR 16.4 million at June 30, 2013 (restated) (7.3% of revenue). The decrease of EUR – 1.2 million is attributable to the change in EBITDA (EUR – 0.9 million).

The Group's operating income came out at EUR 6.4 million (3.0% of revenue not including investments in concessions)

at June 30, 2014, versus EUR 15.6 million (restated) (7.0% of revenue) at June 30, 2013. This decrease of EUR – 9.2 million is in line with the change in current operating income, and principally reflects the impact of extra treatment costs incurred as a result of the industrial action affecting the Strasbourg-Sénerval incinerator.

2.2.5. Net financial income

Net financial income for the Séché Group at June 30, 2014 came out at EUR – 8.2 million, compared with EUR – 5.9 million at June 30, 2013 (restated). This variation of EUR – 2.3 million is mainly due to the one-time impact of the refinancing of the first line of bonds issued by the Group in 2013 (EUR 2.1 million, corresponding to the anticipated amortization of the issue premium and of initial refinancing costs, and a premium of EUR 0.3 million for early reimbursement).

On this basis, the annualized rate of net financial debt (restated to take account of refinancing costs) came out over the period at 4.97%, compared with 5.12% in 2013. This small improvement reflects the first effects of the conditions of the new bond issue.

2.2.6. Net income of consolidated companies

Net income of consolidated companies amounted at June 30, 2014 to EUR – 1.5 million, a decrease of EUR – 8.0 million compared with the net income of consolidated companies posted at June 30, 2013, of EUR 6.4 million.

This decrease is a direct result of variances in:

- operating profitability: EUR – 9.2 million;
- net financial income: EUR – 2.3 million;
- tax charges: EUR + 3.5 million.

2.2.7. Share of income of affiliates


This line mainly consists of the Group share of the income of Sogad and Gerep, consolidated by the equity method since January 1, 2013, by virtue of early application of IFRS 10, 11 and 12.

This amounted to EUR – 1.4 million, a variance compared with the first half of 2013 of EUR – 1.3 million. This change is essentially the result of the decision to suspend incineration activities at Gerep, leading to the recognition in the accounts of that company of an exceptional provision for the restructuring of the activity in question.

2.2.8. Consolidated net income, Séché Group share

In line with the changes in net income of consolidated companies and Group share of income of affiliates, the Séché Group posted negative net income in the first half of 2014 (Group share) of EUR – 3.3 million (1.5% of revenue), compared with positive net income (restated) of EUR 5.6 million (2.3% of revenue) in the same period in 2013. The 2014 result includes a loss of EUR – 0.4 million in respect of discontinued operations.

2.3. SUMMARY OF THE CONSOLIDATED BALANCE SHEET AT JUNE 30, 2014

 IN M€	DEC. 31, 2013 (ACTUAL)	JUNE 30, 2014 (ACTUAL)
CONSOLIDATED BALANCE SHEET		
Non-current assets	504	505
Current assets (excluding cash and cash equivalents)	172	175
Cash and cash equivalents	28	52
Assets held for sale	1	NS
TOTAL ASSETS	705	732
Shareholders' equity (including minority interests)	257	245
Non-current liabilities	235	260
Current liabilities	211	227
Liabilities held for sale	1	NS
TOTAL LIABILITIES	705	732

2.3.1. Non-current assets

Non-current assets primarily consist of fixed assets (intangible, including goodwill, tangible, and financial), deferred tax assets, and debts of maturity greater than one year.

Non-current assets remained virtually stable throughout the period, at EUR 505 million, versus EUR 504 million at December 31, 2013. Industrial investments over the period (EUR + 20.3 million) were compensated for by amortization and disinvestments, including the decommissioning of the Changé sorting center.

2.3.2. Current assets (excluding cash and cash equivalents)

Current assets amount to EUR 175 million, an increase of EUR + 3.0 million over the half-year mainly because of an increase in customer receivables.



2.3.3. Shareholders' equity

Changes in shareholders' equity (including minority interests) break down as follows:

IN M€	GROUP	MINORITY INTERESTS
SHAREHOLDERS' EQUITY AT DEC. 31, 2013	256.9	0.1
Dividends paid	(8.1)	-
Net earnings (Group share)	(3.3)	NS
Foreign currency differences	(0.2)	-
Hedging instruments	+ 0.2	-
Treasury stock	NS	-
Actuarial variances	(0.4)	-
Other changes	-	-
SHAREHOLDERS' EQUITY AT JUNE 30, 2014	245.3	0.1

2.3.4. Current and non-current liabilities

IN M€	DEC. 31, 2013			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL
Financial debt	222.6	30.8	253.4	248.7	30.4	279.1
Hedging instruments	1.8	0.2	2.0	1.4	0.3	1.7
Provisions	7.9	8.8	16.7	8.6	7.9	16.5
Other liabilities	2.9	171.4	174.3	1.5	186.1	187.6
Tax due	-	0.3	0.3	-	0.9	0.9
TOTAL	235.2	211.5	446.7	260.2	225.6	485.8

INTERIM ACTIVITY REPORT AT JUNE 30, 2014

The variance in current and non-current liabilities (EUR + 39.1 million) is principally due to an increase in trade payables (EUR +11.8 million), in line with the increase in the Group's

operating expenses, and the increase in gross financial debt (EUR + 25.7 million). The increase in the latter was due to the refinancing through a bond issue undertaken by the Group during the

second quarter, which took nominal bond indebtedness from EUR 25 million to EUR 50 million.

The Group's financial indebtedness increased slightly over the period, and breaks down as follows:

IN M€	DEC. 31, 2013	JUNE 30, 2014
Bank loans	216.4	219.1
Bonds issued	22.9	48.9
Lease finance debt	12.1	10.0
Miscellaneous financial debt	0.8	0.4
Short-term bank borrowings	0.5	0.1
Equity investments	0,7	0.6
TOTAL FINANCIAL DEBT (CURRENT AND NON-CURRENT)	253.4	279.1
Cash balance	(28.0)	(51.9)
NET FINANCIAL DEBT	225.4	227.2
<i>Of which less than one year</i>	<i>2.8</i>	<i>(21.5)</i>
<i>Of which more than one year</i>	<i>222.6</i>	<i>248.7</i>

2.4. SUMMARY OF THE CONSOLIDATED STATEMENT OF CASH FLOWS

IN M€	DEC. 31, 2013	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Cash flow from operating activities	76.2	46.3	39.1
Cash flow from investment activities	(56.1)	(33.0)	(24.3)
Cash flow from financing activities	(14.3)	(11.5)	9.5
CHANGE IN CASH FLOW, ONGOING OPERATIONS	5.8	1.9	24.4
Change in cash flow, discontinued operations	(0.2)	(0.2)	(0.1)
CHANGE IN CASH FLOW	5.6	1.7	24.3



In the first half of 2014, Séché Group posted positive net cash flow of EUR + 24.3 million, compared with EUR + 1.7 million in the same period in 2013.

Cash flow from operating activities

Operating activities yielded cash flow amounting to EUR + 39.1 million in the first half of 2014, which breaks down as follows:

- cash flow generated by operations (before taxes and financial charges) (EUR + 25.9 million);
- a positive variation in WCR EUR + 13.0 million;
- reimbursements of EUR + 0.2 million in respect of advance payments of

corporation tax made in 2013 by subsidiaries of the Group which had recently entered the tax consolidation scope.


The variation in cash flow from operating activities between the first half of 2013 and the first half of 2014 (EUR – 7.2 million) is mainly due to:

- increased costs in connection with industrial action at Sénerval (EUR – 8.4 million);
- improvements in changes in WCR (EUR + 12.5 million, restated to take account of a receivable of EUR 3.5 million in connection with the decommissioning of the Laval sorting center);

- a reduction in the amount of corporation tax reimbursement received (EUR – 11.2 million), the Group having benefited in 2013 from the reimbursement of advance corporation tax payments made by the lead company in the tax consolidation scope.

Net cash paid out for investments

Investment outflows (net of gains realized on disposals) over the period amounted to EUR 24.3 million, and almost entirely concern industrial investments.

	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Capital expenditure	(21.0)	(31.0)	(20.3)
Financial investments	(0.4)	(0.9)	(0.6)
INVESTMENTS BOOKED	(21.4)	(31.9)	(20.9)
Capital expenditure	(19.5)	(32.1)	(23.8)
Financial investments	(0.7)	(0.9)	(0.5)
NET INVESTMENTS PAID OUT	(20.2)	(33.0)	(24.3)

Capital investments booked by the Group in the first half of 2014 amounted to EUR 20.3 million, including EUR 3.2 million invested in assets for public service delegation contracts (concessions). Capital investments for the Group's own purposes therefore amounted to EUR 17.1 million, of which 66% were for recurrent investments.

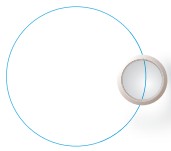
These mainly concerned storage and purification facilities and incinerator maintenance.

Development investments (EUR 5.7 million) essentially concerned sorting and materials recovery facilities and dedicated depollution projects.

Net cash from financing activities

Net cash from financing activities amounted to EUR + 9.4 million in the first half of 2014, corresponding principally to:

- the new bond issue, which brought nominal debt from EUR 25 million to EUR 30 million;
- the putting in place of new specific financings for industrial investments (EUR + 10.1 million);
- the opening of financing lines for investments in concessions, in line with the program for making these investments (EUR + 4.8 million);
- amortization of syndicated debt (EUR – 8.2 million);



- repayment of finance lease liabilities according to the agreed payment schedule (EUR – 2.6 million) and other financings (EUR – 4.4 million);
- interest payments on debt made in the first half of the year (EUR – 7.1 million, of which EUR 1.5 million in respect of the new bank refinancing line);
- payout of dividends in respect of 2013 (EUR – 8.2 million).

2.5. MAIN TRANSACTIONS WITH RELATED PARTIES

The Group's main transactions with related parties are presented in Note 2.4 in the notes to the present interim financial statements.

2.6. OUTLOOK

2.6.1. Risks and uncertainties

The Group's assessment of the main risks and uncertainties to which its businesses are exposed has not changed from that detailed on pages 21-31 of the 2013 Registration Document filed with the AMF (Autorité des Marchés Financiers, the French financial markets authority) under number D. 14-0114.

2.6.2. Future prospects

Séché Environnement specializes in the recovery and treatment of waste products, notably hazardous industrial waste, and provides high value-added environmental services to growing markets where barriers to entry are high, to both industrial and local authority customers.

In recent years, the Group has developed new offerings to respond to the new demands of the circular economy, and is now one of the principal actors in France in this area.

The Group will take advantage of new regulations promoting ecological and energy use change, which can be expected to have lasting positive effects on the energy and materials recovery markets.

Séché Environnement also intends to put its recognized expertise to work in the area of hazardous waste management by seeking out targeted growth segments outside France, especially where it can provide solutions to accompany its industrial customers and/or export its know-how.

This development strategy will be pursued within the context of a balanced

investment policy. In particular, the Group will ensure tight control over its investments. In 2014, the Group plans capital expenditure of the order of EUR 50 million, of which EUR 7 million for investments in public service delegation contracts (concessions).

After a first half of 2014 compared to the high comparison base of the first half of 2013, Séché Environnement expects a lower comparison base in terms of its operations in the second half of 2014. Aside from base effects, the second half of 2014 should experience growth at a similar level to the first half of the year. Under this assumption, the Group expects that its EBITDA in the second half of 2014 will hold up well compared with the second half of 2013.



2.7. SHARE OWNERSHIP AND VOTING RIGHTS

SHARE OWNERSHIP AT JUNE 30, 2014	NUMBER OF SHARES	%	VOTING RIGHTS	%
Joël Séché	1 702 400	19.72%	3 404 800	32.37%
Amarosa family trust ⁽¹⁾	1 936 036	22.42%	2 052 072	19.51%
SUB-TOTAL, JOËL SÉCHÉ FAMILY	3 638 436	42.14%	5 456 872	51.87%
CDC Group	1 726 974	20.00%	1 726 974	16.42%
SUB-TOTAL, CORE INVESTORS ⁽²⁾	5 365 410	62.14%	7 183 846	68.29%
Treasury stock ⁽³⁾	63 727	0.74%	63 727	0.61%
Employees' stock	34 740	0.40%	34 740	0.33%
Free float	3 170 993	36.72%	3 272 009	30.77%
TOTAL	8 634 870	100.00%	10 519 582	100.00%

(1) The Amarosa family trust is majority controlled by Joël Séché.

(2) In conformity with article L.233-11 of the French Commercial Code.

(3) Treasury stock is stripped of voting rights. However, the table here presents the calculation of voting rights as recommended by the AMF for the disclosure of ownership threshold crossings.

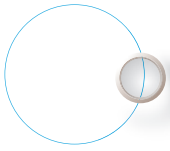
Since January 1, 2014, and up to the date of the present Board meeting, Séché Environnement has not been informed of any ownership threshold crossings in either direction.

The Board of Directors



2

INTERIM ACTIVITY REPORT
AT JUNE 30, 2014





CHAPTER 3

Interim consolidated financial statements at June 30, 2014

3.1. Consolidated balance sheet	16
3.2. Consolidated income statement	17
3.3. Statement of net income and gains and losses directly recognized in equity	18
3.4. Statement of changes in consolidated shareholders' equity	18
3.5. Consolidated statement of cash flows	22
3.6. Notes to the interim consolidated financial statements at June 30, 2014	23

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.1. CONSOLIDATED BALANCE SHEET



	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013 (PUBLISHED)	JUNE 30, 2014	NOTE
Goodwill	228 150	227 604	227 604	1
Intangible fixed assets included in concessions	19 212	43 620	45 616	1
Other intangible fixed assets	6 480	11 328	11 625	1
Property, plant and equipment	168 882	164 925	162 543	1
Investments in affiliates	434	753	654	2
Non-current financial assets	4 778	5 358	5 129	3
Hedging instruments – non-current assets	-	-	-	3
Other non-current assets	2 105	1 501	2 219	3
Deferred non-current corporation tax assets	677	-	-	
Deferred tax assets	55 965	48 617	49 377	
NON-CURRENT ASSETS	486 683	503 707	504 768	
Inventories	10 502	10 894	11 245	3
Trade and other receivables	126 540	133 821	136 154	3
Corporation tax receivables	12 593	2 171	1 188	3
Current financial assets	131	90	53	3
Hedging instruments – current assets	-	-	-	3
Other current assets	21 954	25 092	25 958	3
Cash and cash equivalents	22 597	28 032	51 850	3.1.4
CURRENT ASSETS	194 318	200 099	226 448	
Assets held for sale	4 111	714	497	3
TOTAL ASSETS	685 111	704 520	731 712	
Share capital	1 727	1 727	1 727	6.1
Additional paid-in capital	299 079	290 931	121 486	6.2
Reserves	37 726	(44 414)	125 199	6.3
Net income (Group share)	(82 377)	8 685	(3 335)	
SHAREHOLDERS' EQUITY (GROUP SHARE)	256 155	256 929	245 077	
Minority interests	378	117	112	
TOTAL SHAREHOLDERS' EQUITY	256 532	257 046	245 189	
Other equity	31	102	131	
Non-current financial debt	218 154	222 630	248 685	3.2.1
Hedging instruments – non-current liabilities	3 307	1 773	1 364	3.2.2
Employee benefits	809	599	614	4
Deferred tax liabilities	-	-	-	
Other non-current provisions	3 961	7 254	8 063	4
Other non-current liabilities	189	2 911	1 508	3
NON-CURRENT LIABILITIES	226 420	235 166	260 233	
Current financial debt	28 000	30 788	30 382	3.2.1
Hedging instruments – current liabilities	744	155	301	3.2.2
Current provisions	9 872	8 842	7 920	4
Taxes payable	904	294	886	
Other current liabilities	162 123	171 413	186 175	3
CURRENT LIABILITIES	201 643	211 491	225 663	
Liabilities held for sale	486	714	497	3
TOTAL LIABILITIES	685 111	704 520	731 712	

3.2. CONSOLIDATED INCOME STATEMENT



	NOTE	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013 (RESTATED)	JUNE 30, 2014
REVENUE	7	211 340	239 173	216 415
Other business income		2 181	2 176	3 111
Transfers of expenses		1 527	854	9 420
Purchases used for operational purposes		(30 910)	(36 865)	(35 932)
External expenses		(75 791)	(98 149)	(86 709)
Taxes other than on income		(17 567)	(17 991)	(16 355)
Employee benefits expenses		(49 376)	(51 023)	(52 697)
EBITDA	8	41 405	38 175	37 254
Expenses for rehabilitation and/or maintenance of sites included in concessions		(5 298)	(4 815)	(4 781)
Other net operating expenses		(561)	(309)	(638)
Net allocations to provisions		543	(243)	(21)
Net allocations to amortization		(16 252)	(16 411)	(16 605)
CURRENT OPERATING INCOME	8	19 838	16 395	15 209
Income on sale of fixed assets		233	5	(1)
Impairment of assets		-	(74)	(68)
Consolidation scope variation effects		(830)	(548)	-
Other operating income and expenses		(20)	(226)	(8 702)
OPERATING INCOME	9	19 221	15 553	6 437
Income from cash and cash equivalents		7 727	256	314
Gross financial borrowing costs		(4 605)	(5 860)	(8 023)
COST OF NET FINANCIAL DEBT		3 122	(5 603)	(7 709)
Other financial income		72	286	187
Other financial expenses		(218)	(560)	(707)
FINANCIAL INCOME	10	2 976	(5 877)	(8 229)
Corporation tax	11	(6 564)	(3 229)	277
INCOME OF CONSOLIDATED COMPANIES		15 633	6 447	(1 515)
Share of income of affiliates		(9 655)	(171)	(1 402)
NET INCOME FROM ONGOING OPERATIONS		5 979	6 276	(2 917)
Income from discontinued operations	8		(642)	(383)
NET INCOME OF CONSOLIDATED COMPANIES		5 987	5 634	(3 300)
<i>Of which minority interests</i>		(240)	29	35
<i>Of which attributable to equity holders of the parent</i>		6 227	5 605	(3 335)
Net earnings per share		0.73 €	0.65 €	(0.39 €)
Diluted earnings per share		0.73 €	0.65 €	(0.39 €)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.3. STATEMENT OF NET INCOME AND PROFITS AND LOSSES DIRECTLY RECOGNIZED IN EQUITY



	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014 (ACTUAL)
Items not restated later in the income statement			
Actuarial variances	(356)	(1)	(591)
Tax effects	124	(8)	193
SUB-TOTAL (A)	(232)	(9)	(398)
Items not restated later in the income statement			
Foreign currency differences	2	(77)	(174)
Change in fair value of financial hedging instruments	(549)	1 397	311
Change in fair value of available-for-sale financial assets	(96)	(91)	37
Share of profits and losses of affiliates booked directly under shareholders' equity and accounted for by the equity method	(4 115)	-	-
Tax effects	189	(481)	(107)
SUB-TOTAL (B)	(4 569)	748	67
SUB-TOTAL OF GAINS AND LOSSES BOOKED DIRECTLY UNDER SHAREHOLDERS' EQUITY (A)+(B)			
	(4 800)	739	(331)
NET INCOME FOR THE PERIOD	5 987	5 634	(3 335)
NET INCOME AND PROFITS (LOSSES) BOOKED DIRECTLY UNDER SHAREHOLDERS' EQUITY			
	1 187	6 373	(3 631)
<i>Of which Group share</i>	1 427	6 344	(3 666)
<i>Of which attributable to minority interests</i>	(240)	29	35



INTERIM FINANCIAL
REPORT AT JUNE 30, 2014



INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.4. STATEMENT OF CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY

	CAPITAL	ADDITIONAL PAID-IN CAPITAL	NUMBER OF SHARES HELD AS TREASURY STOCK
	NOTE 8	NOTE 9	
SHAREHOLDERS' EQUITY AT DEC. 31, 2011	1 727	299 078	(3 348)
Profits and losses booked directly in equity	-	-	-
Net income for half-year to June 30, 2012	-	-	-
NET INCOME AND PROFITS AND LOSSES BOOKED DIRECTLY IN EQUITY	-	-	-
Dividends paid	-	-	-
Treasury stock	-	-	(100)
Other changes	-	-	-
SHAREHOLDERS' EQUITY AT JUNE 30, 2012 (RESTATED)	1 727	299 078	(3 448)
SHAREHOLDERS' EQUITY AT DEC. 31, 2012 (RESTATED)	1 727	299 078	(3 329)
Profits and losses booked directly in equity	-	-	-
Net income for half-year to June 30, 2013	-	-	-
NET INCOME AND PROFITS AND LOSSES BOOKED DIRECTLY IN EQUITY	-	-	-
Dividends paid	-	-	-
Treasury stock	-	-	140
Other changes	-	(8 203)	-
SHAREHOLDERS' EQUITY AT JUNE 30, 2013 (RESTATED)	1 727	290 875	(3 189)
SHAREHOLDERS' EQUITY AT DEC. 31, 2013	1 727	290 931	(3 437)
Profits and losses booked directly in equity	-	-	-
Net income for half-year to June 30, 2014	-	-	-
NET INCOME AND PROFITS AND LOSSES BOOKED DIRECTLY IN EQUITY	-	-	-
Dividends paid	-	-	-
Treasury stock	-	-	(40)
Other changes	-	(169 445)	-
SHAREHOLDERS' EQUITY AT JUNE 30, 2014	1 727	121 486	(3 478)

CONSOLIDATED RESERVES AND NET INCOME	PROFITS AND LOSSES BOOKED DIRECTLY IN EQUITY	TOTAL ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	TOTAL ATTRIBUTABLE TO HOLDERS OF MINORITY INTERESTS	TOTAL SHAREHOLDERS' EQUITY
NOTE 10				
119 045	(61 190)	355 313	781	356 093
809	(5 609)	(4 800)	-	(4 800)
6 227	-	6 227	(240)	5 987
7 036	(5 609)	1 427	(240)	1 187
(11 140)	-	(11 140)	(10)	(11 150)
-	-	(100)	-	(100)
39	-	39	(1)	38
114 980	(66 799)	345 538	531	346 069
26 606	(67 928)	256 154	378	256 532
(275)	739	464	-	464
5 605	-	5 605	29	5 634
5 330	739	6 069	29	6 098
(8 148)	-	(8 148)	(29)	(8 177)
-	-	140	-	140
8 268	-	65	(261)	(196)
32 055	(67 188)	254 280	118	254 397
(25 175)	(7 116)	256 929	117	257 046
-	(331)	(331)	-	(331)
(3 335)	-	(3 335)	35	(3 300)
(3 335)	(331)	(3 666)	35	(3 631)
(8 145)	-	(8 145)	(41)	(8 186)
-	-	(40)	-	(40)
169 445	-	-	-	-
132 789	(7 447)	245 077	112	245 189

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.5. CONSOLIDATED STATEMENT OF CASH FLOWS

	IN K€		
	DEC. 31, 2013	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
INCOME OF CONSOLIDATED COMPANIES	13 124	6 447	(1 515)
Elimination of income and expenses with no cash impact or not related to operating activities:			
■ Dividends from companies consolidated by the equity method	250	250	88
■ Amortization and provisions	(276 522)	24 508	16 294
■ Net capital gains on disposals	324 198	(5)	3 534
■ Deferred taxes	6 352	2 873	(677)
■ Other income and expenses	(114)	(804)	2 138
CASH FLOW FROM OPERATING ACTIVITIES	67 286	33 268	19 862
Corporation tax	395	356	401
Cost of gross financial debt net of long-term investments	(1 659)	(2 639)	5 560
CASH FLOW FROM OPERATING ACTIVITIES BEFORE TAXES AND FINANCING COSTS	66 023	30 986	25 823
Change in working capital requirement	(911)	4 000	13 127
Tax paid	11 093	11 327	159
NET CASH FLOW FROM OPERATING ACTIVITIES	76 204	46 312	39 110
Cost of acquisition of fixed assets	(56 978)	(32 498)	(23 942)
Proceeds from disposals of fixed assets	2 083	448	166
Outflows for acquisition of financial investments	(1 271)	(1 016)	(563)
Inflows from disposals of financial investments	172	171	70
Net cash outflows for acquisitions of subsidiaries	(239)	(60)	-
Net cash inflows from disposals of subsidiaries	120	-	-
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(56 113)	(32 956)	(24 268)
Dividends paid to equity holders of the parent	(8 148)	(8 148)	(8 145)
Dividends paid to minority shareholders of consolidated companies	(29)	(29)	(41)
Capital increases in cash	-	-	-
Treasury stock movements	(31)	152	(9)
Changes in other shareholders' equity	-	-	-
Borrowings	32 780	15 683	64 800
Repayment of borrowings	(27 485)	(13 495)	(40 053)
Interest paid	(11 359)	(5 628)	(7 029)
NET CASH FLOW FROM FINANCING ACTIVITIES	(14 271)	(11 465)	9 524
TOTAL CASH FLOWS FOR THE PERIOD, ONGOING OPERATIONS	5 820	1 891	24 365
CASH FLOWS FOR THE PERIOD, DISCONTINUED OPERATIONS	(241)	(171)	(55)
TOTAL CASH FLOWS FOR THE PERIOD	5 579	1 720	24 310
Cash and cash equivalents at beginning of period	22 516	22 516	27 733
<i>Of which cash at beginning of period for ongoing operations</i>	22 062	22 062	27 527
<i>Of which cash at beginning of period for discontinued operations</i>	454	454	205
Cash and cash equivalents at end of period	27 733	24 179	51 846
<i>Of which cash at end of period for ongoing operations ⁽¹⁾</i>	27 527	23 902	51 704
<i>Of which cash at end of period for discontinued operations</i>	205	277	142
Effect of changes in foreign exchange rates	(362)	(56)	(196)
<i>Of which cash at end of period for ongoing operations</i>	(355)	(51)	(189)
<i>Of which cash at end of period for discontinued operations</i>	(8)	(5)	(7)
(1) Of which			
<i>Cash and cash equivalents</i>	28 032	23 932	51 850
<i>Short-term bank borrowings (current financial liabilities)</i>	(505)	(30)	(146)

3.6. NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.6.1. Accounting principles and methods

Since January 1, 2005, the Group's consolidated financial statements have been prepared in accordance with IFRS as adopted in the European Union through EU regulation 1606/2002 of July 19, 2002, which instituted the IFRS reporting framework. When drawing up the financial statements at June 30, 2014, no change was made in terms of the accounting principles and methods used for the annual financial statements for the year 2013, which are detailed in the Registration Document filed with the French Financial Markets Authority (AMF) under number D14-0114.

The interim consolidated financial statements for the period ended June 30, 2014 were prepared in accordance with IAS 34 "interim financial reporting". They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of Séché Group for the year ended December 31, 2013.

When drawing up the interim financial statements at June 30, 2014, the Group applied the same standards and interpretations as it did in drawing up its annual consolidated financial statements for 2013. At that date, the Group had already decided to anticipate

application of the IFRS 10, IFRS 11, IFRS 12, IAS 27R and IAS 28R standards and their amendments (which came into compulsory effect on January 1, 2014, but for which early application was permissible from January 1, 2013).

With the exception of the standards mentioned above, the Group has elected not to anticipate any other standards or interpretations applicable on or after January 1, 2014 where early application was permissible, namely IFRIC 21 on levies. Application of this standard is compulsory for fiscal years beginning on or after June 17, 2014. Early application of this standard would have had no material impact on the financial statements of the Group.

The financial statements were approved by the Board of Directors of Séché Environnement on September 1, 2014. Financial data are presented in thousands of EUR rounded to the nearest thousand. The financial statements have been prepared with reference to historical costs, except for derivative instruments, which are recognized at fair value.

In order to prepare consolidated financial statements in accordance with IFRS, management is required to exercise its judgment and make estimates and assumptions that impact the application of the Group's accounting policies and the amounts of assets and liabilities, and income and expenses.

The estimates and underlying assumptions are based on past experience and other factors considered reasonable under the circumstances. They serve as the basis for any judgment required for determining the book value of assets and liabilities when such amounts cannot be obtained directly from other sources. The estimates made by the Group primarily concern the recoverable amount of tangible and intangible assets and the recognition of provisions, particularly those for employee benefits. Due to the inherent uncertainty of such valuation processes, estimates and underlying assumptions are continuously reviewed. Actual future results from these operations may differ from these estimates. The estimates made by the Group primarily concern the recoverable amount of tangible and intangible assets and the recognition of provisions (particularly, provisions for employee benefits).

3.6.2. Presentation of the accounts and comparability

Discontinued operations

In the course of 2013, following the recurrent administrative difficulties experienced by the Group in Hungary which hindered the proper functioning of the Group's activities there, the Group decided to sell its activities in that geography. The Board of Directors

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

therefore resolved to offer Hungaropec, its Hungarian subsidiary, for sale. The Group has begun the process of selling the company through the intermediary of a local agent.

The pre-election period in Hungary in the first half of 2014 slowed the progress of the sale of Hungaropec, since its activity is considered strategic by the authorities of the country. The process of selling the company is expected to resume in the second half of 2014 following contacts with the new minister for the environment.

The sale of Hungaropec, insofar as it is considered to be the sale of a separate major line of business classified in a specific geographical area of operations, is covered by the IFRS 5 standard, and consequently:

- the assets and liabilities of this activity have been reclassified as assets and liabilities held for sale;
- the results of this activity are presented in a single line at the foot of the balance sheet (assets and liabilities of discontinued operations);
- cash flows for this activity are detailed in the consolidated statement of cash flows.

For comparison purposes, and in compliance with IFRS 5, the financial statements for 2013 and 2012 have been restated in the same way:

- a table showing the transition from published accounts to restated accounts is presented under point 3.6.4.6. of the present annexes;
- the information required by IFRS 5.33 on discontinued operations is presented under point 3.6.4.7 of the present notes.

Comparability

From January 1, 2013, the time difference between recognizing expenses for site rehabilitation and making the corresponding payments is booked under current liabilities as accrued charges, rather than as current provisions.

For comparability purposes, the half-yearly financial statements for 2013 and 2012 have been restated according to the same principles. A table showing the transition from published data to restated data is presented in point 3.6.4.6. of the present notes.

3.6.2. Consolidation scope

3.6.3.1. Parent company

Séché Environnement

Séché Environnement, a French limited company (Société Anonyme) with share capital of EUR 1 726 974.00

Les Hêtres - CS 20020 - 53811 Changé Cedex, France

3.6.3.2. Consolidated subsidiaries

COMPANY NAME		SIREN REGISTRATION NUMBER	% HOLDING	CONSOLIDATION METHOD
Alcéa	Changé (France)	751 380 569	100.00	Full
Béarn Environnement	Pau (France)	393 439 203	100.00	Full
Drimm	Montech (France)	339 278 871	100.00	Full
IberTrédi Medioambiental	Barcelona (Spain)		100.00	Full
Opale Environnement	Calais (France)	332 359 637	100.00	Full
Séche Alliance	Changé (France)	556 850 279	99.94	Full
Séché Éco-services	Changé (France)	393 307 053	99.98	Full
Séché Éco-industries	Changé (France)	334 055 183	99.99	Full
Séché Transports	Changé (France)	391 918 885	99.50	Full
Sénergies	Changé (France)	306 919 535	80.00	Full
SCI LCDL	Changé (France)	410 629 752	99.80	Full
SCI Les Chênes Secs	Changé (France)	397 475 138	99.80	Full
SCI Mézerolles	Changé (France)	340 493 840	99.99	Full
Sem Trédi	(Mexico)		100.00	Full
Sotrefi	Étupes (France)	315 669 218	100.00	Full
Sénerval	Strasbourg (France)	519 253 355	99.90	Full
Speichim Processing	Saint Vulbas (France)	389 218 850	100.00	Full
SVO Éco-industries	Le Vigeant (France)	317 538 767	100.00	Full
Trédi Argentina	Buenos Aires (Argentina)		100.00	Full
Trédi SA	Saint Vulbas (France)	338 185 762	100.00	Full
Triadis Services	Étampes (France)	384 545 281	100.00	Full
UTM	Lübeck (Germany)		100.00	Full
Valaudia	Changé (France)	514 944 867	100.00	Full
Valls Quimica	Valls (Spain)		100.00	Full
Altergies	Paris (France)	510 346 133	18.84	Equity
La Barre Thomas	Rennes (France)	392 583 563	40.00	Equity
SAEM Transval	Saint-Georges-les-Baillargeaux (France)	539 131 698	35.00	Equity
Gerep	Paris (France)	320 179 559	50.00	Equity
Sogad	Le Passage (France)	322 323 783	50.00	Equity
Hungaropéc	Budapest (Hungary)		99.57	Discontinued operation

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.6.4. Explanatory notes to the financial statements

3.6.4.1. Notes to the balance sheet

Note 1 - Goodwill, tangible and intangible fixed assets

	IN K€		SOFTWARE, PATENTS	INTANGIBLE FIXED ASSETS INCLUDED IN CONCESSIONS	OTHER INTANGIBLE FIXED ASSETS	TANGIBLE FIXED ASSETS	TOTAL
GROSS VALUE							
DEC. 31, 2012	254 044	7 757	19 212	6 255	663 339	950 607	
Discontinued operations	-	(15)	-	-	(8 547)	(8 562)	
DEC. 31, 2012 (RESTATED)	254 044	7 742	19 212	6 255	654 792	942 045	
Increases (investments)	-	455	25 377	772	29 976	56 580	
Decreases (disposals)	-	(223)	-	-	(55 405)	(55 628)	
Other changes	(546)	125	-	8 190	(18 173)	(10 404)	
DEC. 31, 2013	253 498	8 098	44 590	15 218	611 192	932 593	
Increases (investments)	-	374	3 236	206	16 446	20 263	
Decreases (disposals)	-	(202)	-	-	(8 058)	(8 260)	
Other changes	-	-	-	-	2	2	
JUNE 30, 2014	253 498	8 271	47 826	15 424	619 581	944 599	
AMORTIZATION							
DEC. 31, 2012	-	(7 301)	-	(214)	(490 378)	(497 893)	
Discontinued operations	-	1	-	-	5 681	5 682	
DEC. 31, 2012 (RESTATED)	-	(7 300)	-	(214)	(484 697)	(492 211)	
Allocations	-	(461)	(969)	(8)	(30 790)	(32 228)	
Write-backs	-	223	-	-	54 826	55 049	
Other changes	-	46	-	(4 270)	15 655	11 431	
DEC. 31, 2013	-	(7 492)	(969)	(4 492)	(445 006)	(457 959)	
Allocations	-	(259)	(1 240)	(24)	(15 150)	(16 674)	
Write-backs	-	202	-	-	4 378	4 579	
Other changes	-	-	-	-	1	-	
JUNE 30, 2014	-	(7 549)	(2 210)	(4 516)	(455 778)	(470 053)	
IMPAIRMENTS							
DEC. 31, 2012	(25 894)	(4)	-	-	(1 213)	(27 111)	
Discontinued operations	-	-	-	-	-	-	
DEC. 31, 2012 (RESTATED)	(25 894)	(4)	-	-	(1 213)	(27 111)	
Allocations	-	-	-	-	(47)	(47)	
Write-backs	-	-	-	-	-	-	
Other changes	-	-	-	-	-	-	
DEC. 31, 2013	(25 894)	(4)	-	-	(1 260)	(27 158)	
Allocations	-	-	-	-	-	-	
Write-backs	-	-	-	-	-	-	
Other changes	-	-	-	-	-	-	
JUNE 30, 2014	(25 894)	(4)	-	-	(1 260)	(27 158)	
NET VALUE							
DEC. 31, 2012	228 150	451	19 212	6 042	171 747	425 601	
Discontinued operations	-	(12)	-	-	(2 865)	(2 877)	
DEC. 31, 2012 (RESTATED)	228 150	439	19 212	6 042	168 882	422 724	
Increases (investments)	-	(7)	24 408	764	(860)	24 305	
Decreases (disposals)	-	-	-	-	(579)	(579)	
Other changes	(546)	170	-	3 920	(2 517)	1 027	
DEC. 31, 2013	227 604	602	43 620	10 726	164 925	447 477	
Increases (investments)	-	115	1 996	182	1 296	3 589	
Decreases (disposals)	-	-	-	-	(3 681)	(3 681)	
Other changes	-	-	-	-	3	3	
JUNE 30, 2014	227 604	717	45 616	10 908	162 543	447 389	

Goodwill: the Group has examined its half-yearly results against its expectations, and the results of previous half-yearly periods. The conclusion of this analysis is that

the delay in achieving the expected results from the operating plan will be non-recurring, and does not threaten the Group's growth and profitability trends.

The Group considers that its present half-yearly results are not indicative of any impairment, and has therefore not performed any impairment test.

Note 2 - Investments in affiliates

Note 2.1 - Summary of investments in affiliates

The investments in affiliates held by the Group are as follows:

IN K€	% HELD BY GROUP	SHAREHOLDERS' EQUITY	LATEST PROFIT OR LOSS	NET BOOK VALUE OF INVESTMENTS
Altergies	18,84%	1 054	27	198
La Barre Thomas	40%	505	-	202
Gerep	50%	(3 562)	(2 806)	-
Sogad	50%	(1 842)	(6)	203
SAEM Transval	35%	142	7	50
TOTAL				654

Note 2.2 - Changes to investments in affiliates

Changes in investments in affiliates held by the Group break down as follows:

IN K€	VALUE AT DEC. 31, 2012 (RESTATED)	VALUE AT DEC. 31, 2013	CHANGES IN FAIR VALUE		CHANGES IN			VALUE AT JUNE 30, 2014
			INCOME	THROUGH EQUITY	TRANSL. DIFF.	CONSOLIDATION SCOPE	OTHER CHANGES	
Altergies	158	195	4	-	-	-	-	198
La Barre Thomas	188	202	-	-	-	-	-	202
SCI Noiseraie	35	-	-	-	-	-	-	-
Gerep	-	-	(1 405)	-	-	-	1 405	-
Sogad	-	310	(3)	(16)	-	-	(88)	203
SAEM Transval	53	47	3	-	-	-	-	50
TOTAL	434	753	(1 402)	(16)	-	-	1 317	654

The "Other changes" column refers to the distribution of dividends by Sogad (for the portion attributable to the other shareholder).

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 2.3 - Financial information on affiliates

A summary of financial information on affiliates is provided below:

DATE OF MOST RECENT FINANCIAL INFORMATION KNOWN

	IN K€				
	ALTERGIES	LA BARRE THOMAS	SAEM TRANSVAL	GEREP	SOGAD
	JUNE 30, 2014	JUNE 30, 2014	JUNE 30, 2014	JUNE 30, 2014	JUNE 30, 2014
% held	18.84%	40%	35%	50%	50%
Non-current assets	138	21	-	1 063	1 075
Current assets	1 858	1 248	204	1 209	1 464
Shareholders' equity	1 054	505	142	(3 562)	(1 842)
Non-current liabilities	-	-	-	1 890	2 566
Current liabilities	942	763	62	3 943	1 815
Revenue	163	1 472	93	1 675	2 211
EBITDA	27	1	6	(876)	241
Current operating income	27	(1)	6	(1 001)	16
Operating income	27	(1)	6	(2 805)	16
Net income	27	-	7	(2 806)	(6)

Note 2.4 - Transactions with affiliates

The Group did not carry out any significant transactions with Altergies, La Barre Thomas, Gerep, Sogad or SAEM Transval.

Note 3 - Financial instruments

The financial instruments shown on the balance sheet break down as follows:

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Available-for-sale financial instruments	1 978	-	1 978	1 755	-	1 755	1 992	-	1 992
Financial loans and receivables at amortized cost	2 799	131	2 930	3 602	90	3 692	3 137	53	3 190
NON-CURRENT FINANCIAL ASSETS	4 778	131	4 909	5 358	90	5 448	5 129	53	5 182
Trade and other receivables	2 105	126 540	128 645	1 501	133 821	135 322	2 219	136 154	138 373
Other current assets (incl. corporation tax receivables)	677	34 547	35 224	-	27 262	27 262	-	27 145	27 145
LOANS AND RECEIVABLES AT AMORTIZED COST	2 782	161 088	163 870	1 501	161 083	162 584	2 219	163 300	165 518
Cash and cash equivalents	-	22 597	22 597	-	28 032	28 032	-	51 850	51 850
TOTAL FINANCIAL ASSETS	7 560	183 315	191 375	6 859	189 205	196 064	7 348	215 203	222 551
Financial debts	218 154	28 000	246 154	222 630	30 788	253 418	248 685	30 382	279 067
Hedging instruments – liabilities	3 307	744	4 051	1 773	155	1 928	1 364	301	1 665
Other liabilities	189	163 027	163 216	2 911	171 707	174 618	1 508	187 060	188 568
TOTAL FINANCIAL LIABILITIES	221 650	191 770	413 420	227 314	202 649	429 963	251 556	217 743	469 299

Note 3.1 - Financial assets

Note 3.1.1 - Available-for-sale financial assets

IN K€	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013	CHANGES IN FAIR VALUE				JUNE 30, 2014
			THROUGH EQUITY	ACQUISITIONS	OTHER CHANGES	DISPOSALS/ REPAYMENTS	
Bonds (principal + capitalized interest)	202 253	-	-	-	-	-	-
Bonds (non-capitalized interest)	10 698	-	-	-	-	-	-
TOTAL BOND PORTION, GROSS	212 951	-	-	-	-	-	-
Provision on bond portion	(212 951)	-	-	-	-	-	-
TOTAL BOND PORTION, NET	-	-	-	-	-	-	-
TOTAL NON-CONSOLIDATED INVESTMENTS	-	-	-	-	-	-	-
Emertec	1 907	1 703	37	-	-	-	1 739
Other investments	71	52	-	200	-	-	253
TOTAL OTHER INVESTMENTS	1 978	1 755	37	200	-	-	1 992
TOTAL AVAILABLE-FOR-SALE FINANCIAL ASSETS	1 978	1 755	37	200	-	-	1 992

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 3.1.2 - Loans and receivables at amortized cost

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Deposits and bonds of indemnity	1 638	20	1 658	1 711	12	1 723	2 095	13	2 108
Loans	1 161	111	1 273	1 892	78	1 970	1 042	40	1 082
FINANCIAL LOANS AND RECEIVABLES	2 799	131	2 930	3 603	90	3 692	3 137	53	3 190
Trade receivables and other debtors	2 105	126 540	128 645	1 501	133 821	135 322	2 219	136 154	138 372
State	-	16 772	16 772	-	16 257	16 257	-	15 427	15 427
Tax receivables	677	12 593	13 270	-	2 171	2 171	-	1 188	1 188
Prepaid accounts	-	496	496	-	3 700	3 700	-	1 627	1 627
Social security receivables	-	89	89	-	126	126	-	148	148
Receivables from disposal of fixed assets	-	2 828	2 828	-	2 177	2 177	-	1 364	1 364
Other receivables	-	999	999	-	2 571	2 571	-	7 128	7 128
Current accounts receivable	-	769	769	-	261	261	-	264	264
Other current assets	677	34 547	35 225	-	27 262	27 262	-	27 145	27 145
OPERATIONAL LOANS AND RECEIVABLES	2 782	161 088	163 870	1 501	161 083	162 584	2 219	163 300	165 518
LOANS AND RECEIVABLES AT AMORTIZED COST	5 581	161 219	166 800	5 104	161 173	166 277	5 356	163 353	168 709

Depreciation and impairment on loans and receivables at amortized cost break down as follows:

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013			JUNE 30, 2014		
	GROSS	DEPREC/ IMPAIR.	NET	GROSS	DEPREC/ IMPAIR.	NET	GROSS	DEPREC/ IMPAIR.	NET
Loans and financial receivables	2 930	-	2 930	3 692	-	3 692	4 040	(850)	3 190
Trade receivables and other debtors	132 123	(3 478)	128 645	138 480	(3 158)	135 322	142 097	(3 723)	138 374
Other assets	35 846	(621)	35 225	27 847	(584)	27 262	27 731	(586)	27 145
LOANS AND RECEIVABLES AT AMORTIZED COST	170 899	(4 099)	166 800	170 018	(3 742)	166 277	173 868	(5 159)	168 709

Note 3.1.3 - Financial assets at fair value by the income statement

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013 (RESTATED)			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Hedging instruments	-	-	-	-	-	-	-	-	-
FINANCIAL ASSETS AT FAIR VALUE BY THE INCOME STATEMENT	-	-	-	-	-	-	-	-	-

Note 3.1.4 - Cash and cash equivalents

IN K€	DEC. 31, 2012 RESTATED		DEC. 31, 2013		JUNE 30, 2014	
	NC	C	NC	C	NC	C
Mutual funds (SICAVs)	-	9 182	-	9 183	-	12 805
Cash	-	13 415	-	18 850	-	39 045
TOTAL	-	22 597	-	28 032	-	51 850

Note 3.2 - Financial liabilities

Note 3.2.1 - Financial debt

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Financial debt liabilities	185 472	22 431	207 903	193 011	25 122	218 132	194 044	26 582	220 625
Effective interest rate impact	(1 797)	(693)	(2 490)	(1 174)	(606)	(1 779)	(898)	(584)	(1 482)
BORROWINGS/BANK LOANS	183 675	21 739	205 413	191 837	24 516	216 353	193 146	25 998	219 143
Bonds outstanding	25 000	-	25 000	25 000	-	25 000	50 000	-	50 000
Effective interest rate impact	(2 069)	(279)	(2 348)	(1 759)	(309)	(2 068)	(962)	(179)	(1 141)
BONDS	22 931	(279)	22 653	23 241	(309)	22 931	49 038	(179)	48 858
Financial leases	10 705	5 191	15 896	6 952	5 172	12 124	6 136	3 819	9 955
Other financial debt	843	815	1 658	600	904	1 504	365	599	964
Short-term bank borrowings	-	534	534	-	505	505	-	146	146
TOTAL	218 154	28 000	246 154	222 630	30 788	253 418	248 685	30 382	279 067

Changes in debt over the period can be analyzed as follows:

IN K€	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013	INCREASES	REPAYMENTS	CHANGES IN SCOPE	AMORTIZED COST	TRANSL. DIFF.	OTHER CHANGES	JUNE 30, 2014
	Bank loans	205 413	216 353	14 800	(12 207)	-	298	-	(100)
Bonds	22 653	22 931	50 000	(25 000)	-	927	-	-	48 858
Financial leases	15 896	12 124	420	(2 606)	-	-	-	17	9 955
Other financial debt	1 658	1 504	-	(540)	-	-	-	-	964
Short-term bank borrowings	534	505	-	(359)	-	-	-	-	146
TOTAL	246 154	253 418	65 220	(40 712)	-	1 225	-	(83)	279 067

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

DEBT TABLE

At June 30, 2014, Group debt broke down as follows:

		TYPE OF RATE (BEFORE HEDGING)		AMOUNT	MATURITY	HEDGING
OTHER BANK LOANS	Variable			17 727	less than 1 year	Debt contracted at a variable interest rate Interest rate hedge of EUR 95 million
				125 623	from 1 to 5 years	
				218	more than 5 years	
	Fixed	Between	8 271	less than 1 year		
0% and 4%		30 446	from 1 to 5 years			
			36 858	more than 5 years		
		TOTAL		219 143		
BONDS	Variable			-	less than 1 year	
				-	from 1 to 5 years	
				-	more than 5 years	
	Fixed	Between	(179)	less than 1 year		
4% and 5%		24 213	from 1 to 5 years			
			24 824	more than 5 years		
		TOTAL		48 858		
FINANCIAL LEASES	Variable			2 530	less than 1 year	Interest rate hedge of EUR 1.2 million
				1 476	from 1 to 5 years	
				516	more than 5 years	
	Fixed	Between	1 289	less than 1 year		
4% and 13%		4 060	from 1 to 5 years			
			84	more than 5 years		
		TOTAL		9 955		
OTHER MISCELLANEOUS FINANCIAL DEBT	Variable			226	less than 1 year	
				280	from 1 to 5 years	
				-	more than 5 years	
	Fixed			373	less than 1 year	
		85	from 1 to 5 years			
			-	more than 5 years		
		TOTAL		964		
SHORT-TERM BANK BORROWINGS	Variable			146	less than 1 year	
		TOTAL		279 067		
				30 382	less than 1 year	
				248 685	more than 1 year	

Note 3.2.2 - Financial liabilities at fair value by the income statement

Financial liabilities at fair value by the income statement correspond to the derivative instruments used for hedging:

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013 (RESTATED)			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Hedging instruments – liabilities	3 307	744	4 051	1 773	155	1 928	1 364	301	1 665

Hedging instruments break down by their nature (assets or liabilities) as follows:

IN K€	DEC. 31, 2012 (RESTATED)		DEC. 31, 2013		JUNE 30, 2014	
	NOMINAL TRANSACTION	FAIR VALUE	NOMINAL TRANSACTION	FAIR VALUE	NOMINAL TRANSACTION	FAIR VALUE
Swaps	114 382	(3 724)	83 711	(1 891)	75 611	(1 568)
Collars	34 882	(221)	31 211	(52)	20 611	(97)
Hybrid instruments	7 500	(107)	-	-	-	-
TOTAL	156 764	(4 051)	114 922	(1 929)	96 221	(1 665)

At June 30, 2014, the maturity of the cash flow hedging instruments was as follows:

IN K€	< 1 YR	FROM 1 TO 5 YRS	> 5 YRS	TOTAL
	Swaps	25 611	50 000	-
Collars	5 611	15 000	-	20 611
Hybrid instruments	-	-	-	-
TOTAL	31 221	65 000	-	96 221

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 4 - Current and non-current provisions

	IN K€				WRITE-	WRITE-	JUNE 30, 2014
	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013	OTHER CHANGES	ALLOCATIONS	BACKS USED	BACKS UNUSED	
Employee benefits ⁽¹⁾	809	599	24	(6)	(2)	-	614
Other non-current provisions ⁽²⁾	3 961	7 254	555	291	(37)	-	8 063
NON-CURRENT PROVISIONS	4 770	7 853	579	285	(39)	-	8 677
Provisions for litigation	858	669	-	39	-	(47)	661
Provision for BEFS (sub-contractor)	659	725	-	-	(651)	-	74
Provisions for other risks	373	27	-	128	-	-	155
Provisions for tax risks	6 780	6 335	-	-	-	-	6 335
Provision for waste to be treated	154	140	-	15	(35)	-	120
Provisions for other costs	1 048	947	(297)	36	(111)	-	576
CURRENT PROVISIONS	9 872	8 842	(297)	218	(796)	(47)	7 920
TOTAL	14 642	16 695	282	503	(836)	(47)	16 597

(1) Provisions for end-of-career payment commitments are calculated according to the method described in the accounting principles and methods section of this report.

(2) Provision for 30-year monitoring period.


Note 5 - Off-balance sheet commitments

Note 5.1 - Off-balance sheet commitments arising from current operations

	IN K€				JUNE 30, 2014
	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013			
Loans ceded before maturity (bills, Daily Act)	-	-	-	-	-
Sureties	42 234	60 239			63 052
■ Financial guarantees ⁽¹⁾	23 594	26 963			27 024
■ Other guarantees	18 640	33 276			36 028
Secured guarantees	-	-			-
■ Tangible and intangible assets pledged as collateral	-	-			-
■ Securities pledged as collateral	-	-			-
TOTAL OFF-BALANCE SHEET COMMITMENTS RELATED TO CURRENT OPERATIONS	42 234	60 239			63 052

(1) This concerns a EUR 27 million surety granted to a financial institution during the setting up of financial guarantees extended by it under the Ministerial Order of February 1, 1996.

Note 5.2 - Off-balance sheet commitments given or received in connection with Group debt.

 IN K€	DEC. 31, 2012 (RESTATED)	DEC. 31, 2013	JUNE 30, 2014
Business loans ceded	418	496	933
Sureties and letters of intent	15 349	27 902	30 185
Secured guarantees	9 828	9 828	9 828
■ Tangible and intangible assets pledged as guarantees and collateral	9 828	9 828	9 828
■ Securities pledged as guarantees and collateral	-	-	-
■ Mortgages	-	-	-
Borrowing commitments received	34 132	23 173	18 371
TOTAL OFF-BALANCE SHEET COMMITMENTS RELATED TO DEBT	59 727	61 399	59 317

As part of its asset financing, the company signed commitments not to sell its shareholdings in Sénergies, Séché Éco-industries and Mézerolles.

Borrowing commitments at June 30, 2014 principally concern the financing of

assets conceded in the framework of the Strasbourg public service delegation contract by a loan of EUR 16.1 million, released in tranches and amortizable over the residual duration of the public service delegation contract, beginning

at the date of delivery, at a rate which has still to be set.

All the above-mentioned off-balance sheet commitments cover balance sheet debt, with the exception of a EUR 0.8 million guarantee.

Note 6 - Shareholders' equity

Note 6.1 - Breakdown of share capital

SHARE CATEGORY	NUMBER	PAR VALUE
1- Shares comprising the share capital at the start of the period	8 634 870	EUR 0.20
Capital increase		
2- Shares comprising the share capital at the end of the period	8 634 870	EUR 0.20
<i>Of which shares with single voting rights</i>	<i>6 750 158</i>	
<i>Of which shares with double voting rights</i>	<i>1 884 712</i>	

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 6.2 - Additional paid-in capital

This line is made up exclusively of additional paid-in capital from the different capital increases, net of charges:

IN K€	
Capital increase of November 27, 1997	11 220
Capital increase of December 19, 1997	112
Capital increase of October 1, 2001 (to pay for Alcor shares)	10 795
Capital increase of July 5, 2002 (to pay for Trédi shares)	192 903
Charges on additional paid-in capital	(1 578)
Issuance of 596 408 share subscription warrants in favor of Caisse des Dépôts on Dec. 12, 2006	10 908
Exercise of share subscription warrants by Caisse des Dépôts on April 24, 2007	74 718
Pay-out of dividends	(8 148)
Charges on additional paid-in capital	(169 445)
TOTAL	121 486

Note 6.3 - Breakdown of consolidated reserves

IN K€		DEC. 31, 2012 (RESTATED)	DEC. 31, 2013	INCREASE	DECREASE	JUNE 30, 2014
Legal reserve	173	173	173	-	-	173
Regulatory reserves	-	-	-	-	-	-
Retained earnings	181 445	(137 098)	(137 098)	137 098	-	-
Other reserves	6 037	6 037	6 037	-	-	6 037
SUB-TOTAL - LEGAL AND REGULATORY RESERVES	187 655	(130 889)	(130 889)	137 098	-	6 210
Consolidated reserves (excluding foreign currency translation differences)	(147 685)	(147 685)	89 112	32 689	-	121 801
TOTAL RESERVES (EXCLUDING FOREIGN CURRENCY TRANSLATION DIFFERENCES)	39 970	(41 776)	(41 776)	169 787	-	128 011
Foreign currency translation differences	(2 243)	(2 243)	(2 638)	-	(174)	(2 811)
TOTAL RESERVES (INCLUDING FOREIGN CURRENCY TRANSLATION DIFFERENCES)	37 726	(44 414)	(44 414)	169 787	(174)	125 199

Note 6.4 - Dividends


In the first half of 2014, Séché Environnement paid out EUR 8 203 126.50 in

dividends, or EUR 0.95 per share, regardless of the type of share. As a reminder, dividends concerning


treasury stock, i.e. EUR 57 779.90 were booked in retained earnings.

3.6.4.2. Notes to the income statement

Note 7 - Income from ordinary activities


 IN K€	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Revenue	211 340	239 173	216 415
<i>Of which sales of goods</i>	<i>30 036</i>	<i>34 288</i>	<i>34 115</i>
<i>Of which sales of services</i>	<i>181 304</i>	<i>204 885</i>	<i>182 300</i>
Other business income	2 181	2 176	3 111
Transfers of expenses	1 527	854	9 420
INCOME FROM ORDINARY ACTIVITIES	215 049	242 203	228 946

Note 8 - Current operating income

 IN K€	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
INCOME FROM ORDINARY ACTIVITIES	215 049	242 203	228 946
Purchases used for operational purposes	(30 910)	(36 865)	(35 932)
External expenses	(75 791)	(98 149)	(86 709)
<i>Of which subcontracting</i>	<i>(46 558)</i>	<i>(64 397)</i>	<i>(50 985)</i>
Taxes other than on income	(17 567)	(17 991)	(16 355)
Employee benefit expenses	(49 376)	(51 023)	(52 697)
EBITDA	41 405	38 175	37 254
Cost of renewal of assets included in concessions	(3 228)	(3 715)	(4 053)
Treatment site rehabilitation	(2 069)	(1 100)	(728)
Other operating income and expenses	(561)	(309)	(638)
Net allocations to provisions	543	(243)	(21)
Net allocations to amortization	(16 252)	(16 411)	(16 605)
CURRENT OPERATING INCOME	19 838	16 395	15 209

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 9 - Operating income

	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
CURRENT OPERATING INCOME	19 838	16 395	15 209
Income on disposal of fixed assets	233	5	(1)
Impairment of assets	-	(74)	(68)
Effect of changes in consolidation scope ⁽¹⁾	(830)	(548)	-
Other ⁽²⁾	(20)	(226)	(8 702)
OPERATING INCOME	19 221	15 553	6 437


(1) In 2012 and 2013, these correspond to expenses incurred in constituting the HIME business combination.

(2) Between March 21, 2014 and June 12, 2014, industrial action paralyzed the Strasbourg-Sénéval facility. Since the Company is under a contractual obligation to provide a public service, specifically the treatment of waste from the Strasbourg Urban Community and other local authorities, it was obliged to pay, itself, considerable non-recurring operating costs concerning:


- sub-contractors for waste transport and disposal;
- ancillary costs incurred directly (legal, security services, penalties for non-delivery of energy, additional energy costs for start-up following the industrial action, etc.);
- extra costs of re-starting the plant.

Note 10 - Net financial income

Note 10.1 - Breakdown of net financial income


	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Income from cash and cash equivalents	7 727	256	314
Gross financial borrowing costs	(4 605)	(5 860)	(8 023)
Other financial income and expenses	(146)	(274)	(520)
TOTAL	2 976	(5 877)	(8 229)

The cost of gross financial debt evolved as follows:


	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Financial liabilities at amortized cost	(3 483)	(4 852)	(7 307)
Gain (loss) on hedging instruments	(1 122)	(1 008)	(716)
COST OF GROSS FINANCIAL DEBT	(4 605)	(5 860)	(8 023)

The cost of net financial debt increased under the effects of early amortization of the issue premium and negotiation charges of the first bond issue, which took place in May 2014.

Note 10.2 - Breakdown of other financial income and expenses

	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Foreign exchange gain (loss)	29	(50)	(31)
Net gain (loss) on the sale of financial fixed assets	(12)	-	(3)
Net impairment on financial assets	(111)	(360)	(212)
Other financial income and expenses	(52)	136	(274)
TOTAL	(146)	(274)	(520)

Note 11 - Taxes

	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
NET INCOME BEFORE TAXES	22 197	9 676	(1 791)
Corporation tax payable	(814)	(356)	(401)
Deferred tax	(5 750)	(2 873)	677
TOTAL TAX EXPENSE	(6 564)	(3 229)	277
Current actual tax rate	29.57%	33.37%	15.44%

The actual (apparent) rate of tax paid is lower than the theoretical rate, in line with changes in the permanent differences within the Group.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

3.6.4.3. Financial risk management

Note 12 - Exposure to credit risk

Credit risk is the risk of financial loss being incurred by the Group in the event

that a customer or counterparty to a given asset were to fail to meet its contractual obligations. This risk arises mainly from trade receivables.

The book value of the Group's financial assets represents its maximum

exposure to credit risk. At the close of the half-year, maximum credit risk exposure broke down as follows:

IN K€	DEC. 31, 2012 (RESTATED)			DEC. 31, 2013			JUNE 30, 2014		
	NC	C	TOTAL	NC	C	TOTAL	NC	C	TOTAL
Available-for-sale financial assets	1 978	-	1 978	1 755	-	1 755	1 992	-	1 992
Financial loans and receivables at amortized cost	2 799	131	2 930	3 602	90	3 692	3 137	53	3 190
NON-CURRENT FINANCIAL ASSETS	4 778	131	4 909	5 358	90	5 448	5 129	53	5 182
Trade and other receivables	2 105	126 540	128 645	1 501	133 821	135 322	2 219	136 154	138 373
Other current assets (incl. corporation tax credits)	677	34 547	35 224	-	27 262	27 262	-	27 145	27 145
LOANS AND RECEIVABLES AT AMORTIZED COST	2 782	161 088	163 870	1 501	161 083	162 584	2 219	163 300	165 518
Cash and cash equivalents	-	22 597	22 597	-	28 032	28 032	-	51 850	51 850
TOTAL FINANCIAL ASSETS	7 560	183 315	191 375	6 859	189 205	196 064	7 348	215 203	222 551

Revenue, expenses, income and impairments recognized in the financial statements for the first half of 2014 as financial assets were not significant,

and corresponded to income related to the management of marketable securities.

Note 13 - Exposure to counterparty risk

Counterparty risk corresponds to the loss that the Group could suffer if one

or more counterparties were to fail to fulfil their obligations. It concerns loans and receivables (financial or operational) at amortized cost, and short-term investments of excess cash.

The aged balance of loans and receivables at amortized cost is as follows:

JUNE 30, 2014

IN K€	NET VALUE (C AND NC)	OF WHICH NOT DUE	OF WHICH DUE		
			0-6 MTHS	6 MTHS-1 YR	> 1 YR
Financial loans and receivables at amortized cost	3 190	3 190	-	-	-
Trade and other receivables	138 373	113 339	20 631	1 944	2 459
Other assets	27 145	26 185	369	-	591
TOTAL	168 709	142 716	20 999	1 944	3 050

The aged balance of loans and receivables at amortized cost at the closing of the preceding two financial years was as follows:

DEC. 31, 2013

IN K€	NET VALUE (C AND NC)	OF WHICH NOT DUE	OF WHICH DUE		
			0-6 MTHS	6 MTHS-1 YR	> 1 YR
Financial loans and receivables at amortized cost	3 692	3 692	-	-	-
Trade and other receivables	135 322	105 137	25 238	4 427	430
Other assets	27 262	26 621	-	-	641
TOTAL	166 277	135 450	25 238	4 427	1 071

DEC. 31, 2012

IN K€	NET VALUE (C AND NC)	OF WHICH NOT DUE	OF WHICH DUE		
			0-6 MTHS	6 MTHS-1 YR	> 1 YR
Financial loans and receivables at amortized cost	2 930	2 930	-	-	-
Trade and other receivables	128 645	103 885	23 498	676	586
Other assets	35 225	34 605	4	24	592
TOTAL	166 800	141 420	23 501	700	1 179

In the Group's opinion, it is not exposed to any significant counterparty risk.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

Note 14 - Exposure to liquidity risk

Liquidity risk is the risk that the Group may have difficulty honoring its debts

at their maturity. At June 30, 2013, the residual contractual maturities of the Group's financial liabilities broke down as follows:

IN K€	JUNE 30, 2014	BOOK VALUE	CONTRACTUAL CASH FLOWS	AT JUNE 30, 2014		
				< 1 YR	FROM 1 TO 5 YRS	> 5 YRS
		268 001	309 761	34 991	203 458	71 312
		9 955	10 473	4 025	5 842	606
		964	964	599	331	34
		146	146	146	-	-
		177 797	177 797	176 289	1 508	-
		10 591	10 591	10 591	-	-
		467 635	509 912	226 821	211 139	71 952
		1 665	1 665	301	1 364	-
		1 665	1 665	301	1 364	-

For comparison purposes, the residual contractual maturities of the Group's financial liabilities at the closing of the preceding two financial years were as follows:

IN K€	DEC. 31 2013	BOOK VALUE	CONTRACTUAL CASH FLOWS	AT DEC. 31, 2013		
				< 1 YR	FROM 1 TO 5 YRS	> 5 YRS
		239 284	279 683	33 171	181 996	64 516
		12 124	12 741	5 415	6 456	870
		1 504	1 504	905	565	34
		505	505	505	-	-
		163 539	163 539	160 628	2 911	-
		11 078	11 078	11 078	-	-
		428 035	469 050	211 702	191 928	65 420
		1 928	1 928	155	1 773	-
		1 928	1 928	155	1 773	-



DEC. 31 2013 (RESTATED)	BOOK VALUE	CONTRACTUAL CASH FLOWS	< 1 YR	FROM 1 TO 5 YRS	> 5 YRS
Bank loans	228 066	296 369	29 562	190 877	75 930
Lease finance debt	15 896	16 568	5 373	9 652	1 544
Other financial debt	1 658	1 658	640	251	767
Short-term bank borrowings	534	534	534	-	-
Trade and other payables (incl. corporation tax debts)	152 624	152 624	152 435	189	-
Liabilities for renewal of assets included in concessions	10 591	10 591	10 591	-	-
TOTAL NON-DERIVATIVE FINANCIAL LIABILITIES	409 369	478 344	199 135	200 969	78 241
Hedging instruments	4 051	4 051	744	3 307	-
TOTAL DERIVATIVE FINANCIAL LIABILITIES	4 051	4 051	744	3 307	-

The covenanted financial ratios to be complied with (under pain of default, rendering all debt immediately payable) in connection with the Group's principal debt are as follows:

RATIO	COMMITMENT
Net financial debt/equity	< 1.1
Net financial debt/EBITDA	< 3.5

At June 30, 2014, the Group's bank gearing stood at 0.74 and bank-debt-to-earnings at 2.91. At June 30, 2013, the Group's bank gearing stood at 0.71 and bank-debt-to-earnings at 2.91.

Note 15 - Exposure to interest rate risk

Séché Environnement's corporate debt, before hedging, is subject to a variable rate of interest.

The Group uses hedging instruments to cover itself against any rise in interest rates, and to optimize the cost of its debt. The Group's credit line requires a minimum of 50% hedging over a three-year period. The instruments used

include swaps, caps, floors and collars. Their use is managed directly by the Group Finance Department.

Interest-rate risk is analyzed on the basis of projected trends in financial debt on the credit lines and maturities of interest-rate hedges:

- a 50 basis point decline in interest rates would have a positive impact on Group shareholders' equity of EUR 1.2 million;
- a 1% instantaneous upward change in interest rates would have a negative impact of EUR 0.7 million on the Group's annual financial costs, based

on its indebtedness at June 30, 2014 and its reimbursement profile at that date.

Note 16 - Exposure to exchange rate risk

The exchange rate risk to which the Group is exposed arises from:


- the conversion of contributions from foreign subsidiaries outside the euro zone to its balance sheet and income statement. However, this risk is increasingly limited thanks to the Group's ongoing efforts to refocus on its European activities in the euro zone;

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

■ bank debt financing, denominated almost exclusively in EUR, of the investments of its foreign subsidiaries

carried out in local currencies (for those subsidiaries not considered as long-term foreign investments).

Changes in foreign exchange income break down as follows:

 IN K€	JUNE 30, 2012 (RESTATED)	JUNE 30, 2013 (RESTATED)	JUNE 30, 2014
Foreign exchange income, Europe	1	(9)	10
Foreign exchange income, Americas	28	(41)	(40)
TOTAL	29	(50)	(31)

To date, this risk is not the subject of specific hedging at the Group level.

3.6.4.4. Earnings per share

The earnings per share figure presented at the foot of the income statement is the ratio of the net income attributable to shareholders of the parent company, to the weighted average number of shares making up the share capital of the parent company which were in circulation over the period, i.e. EUR – 0.39.


The Group has no dilutive instruments, therefore diluted EPS is equal to net EPS.

3.6.4.5. Key events since the closing of accounts

We are aware of no significant event occurring after the closing of accounts likely to have a significant impact on the Group's assets, financial position or operating results.

As far as the company is aware, there is no litigation, arbitration or exceptional event occurring after the closing likely to have, or to have had in the recent past, a significant effect on the financial position, earnings, business or assets of the Company or the Group.

3.6.4.6. Transition from published accounts to restated accounts

 FISCAL YEAR 2013	JUNE 30, 2013 (PUBLISHED)	IFRS 5 - DISCONTINUED OPERATIONS	RECLASSIFICATION OF PROVISIONS FOR SITE REHABILITATION	JUNE 30, 2013 (RESTATED)
Goodwill	228 150	-	-	228 150
Intangible fixed assets included in concessions	34 585	-	-	34 585
Other intangible fixed assets	7 077	(11)	-	7 066
Property, plant and equipment	167 833	(2 729)	-	165 103
Investments in affiliates	724	-	-	724
Non-current financial assets	5 406	(1)	-	5 405
Hedging instruments – non-current assets	-	-	-	-
Other non-current assets	1 984	-	-	1 984
Deferred non-current corporation tax assets	-	-	-	-
Deferred tax assets	52 498	-	-	52 498
NON-CURRENT ASSETS	498 257	(2 741)	-	495 516
Inventories	11 096	(13)	-	11 082
Trade and other receivables	136 435	27	-	136 463
Corporation tax receivables	1 848	-	-	1 848
Current financial assets	46	-	-	46
Hedging instruments – current assets	-	-	-	-
Other current assets	16 862	(89)	-	16 774
Cash and cash equivalents	24 210	(277)	-	23 932
CURRENT ASSETS	190 497	(352)	-	190 145
Assets held for sale	-	3 210	-	3 210
TOTAL ASSETS	688 754	116	-	688 870
Share capital	1 727	-	-	1 727
Additional paid-in capital	290 875	-	-	290 875
Reserves	(43 927)	-	-	(43 927)
Net income (Group share)	5 605	-	-	5 605
Shareholders' equity (Group share)	254 280	-	-	254 280
Minority interests	118	-	-	118
TOTAL SHAREHOLDERS' EQUITY	254 397	-	-	254 397
Other equity	31	-	-	31
Non-current financial debt	219 006	-	-	219 006
Hedging instruments – non-current liabilities	2 058	-	-	2 058
Employee benefits	592	-	-	592
Deferred tax liabilities	11	(11)	-	-
Other non-current provisions	4 424	(34)	-	4 390
Other non-current liabilities	203	-	-	203
NON-CURRENT LIABILITIES	226 294	(45)	-	226 248
Current financial debt	28 861	-	-	28 861
Hedging instruments – current liabilities	430	-	-	430
Current provisions	19 829	(192)	(10 385)	9 252
Taxes payable	250	-	-	250
Other current liabilities	158 663	(271)	10 385	168 776
CURRENT LIABILITIES	208 032	(464)	-	207 569
Liabilities held for sale	-	625	-	625
TOTAL LIABILITIES	688 754	116	-	688 870

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014



FISCAL YEAR 2013

JUNE 30, 2013
(PUBLISHED)IFRS 5 -
DISCONTINUED
OPERATIONSRECLASSIFICATION
OF PROVISIONS FOR
SITE REHABILITATIONJUNE 30, 2013
(RESTATED)

REVENUE	239 272	(99)	-	239 173
Other business income	2 176	-	-	2 176
Transfers of expenses	854	-	-	854
Purchases used for operational purposes	(36 951)	86	-	(36 865)
Other purchases and outside expenses	(98 442)	293	-	(98 149)
Taxes other than on income	(18 031)	40	-	(17 991)
Employee benefits expenses	(51 164)	141	-	(51 023)
EBITDA	37 714	461	-	38 175
Expenses for rehabilitation and/or maintenance of sites included in concessions	(4 582)	2	(235)	(4 815)
Other net operating expenses	(330)	20	-	(309)
Net allocations to provisions	(464)	(15)	235	(243)
Net allocations to amortization	(16 565)	154	-	(16 411)
CURRENT OPERATING INCOME	15 774	622	-	16 395
Income on sales of fixed assets	22	(17)	-	5
Impairment of assets	(74)	-	-	(74)
Consolidation scope variation effects	(548)	-	-	(548)
Other operating income and expenditure	(226)	-	-	(226)
OPERATING INCOME	14 948	605	-	15 553
Income from cash and cash equivalents	237	19	-	256
Gross financial borrowing costs	(5 860)	-	-	(5 860)
COST OF NET FINANCIAL DEBT	(5 623)	19	-	(5 603)
Other financial income	288	(2)	-	286
Other financial expenses	(567)	7	-	(560)
FINANCIAL INCOME	(5 902)	25	-	(5 877)
Corporation tax	(3 241)	12	-	(3 229)
INCOME OF CONSOLIDATED COMPANIES	5 806	642	-	6 447
Share of income of affiliates	(171)	-	-	(171)
Net income from ongoing operations	5 634	642	-	6 276
Income from discontinued operations	-	(642)	-	(642)
TOTAL NET INCOME OF CONSOLIDATION SCOPE	5 634	-	-	5 634
<i>Of which minority interests</i>	<i>(29)</i>	<i>-</i>	<i>-</i>	<i>(29)</i>
<i>Of which attributable to equity holders of the parent</i>	<i>5 605</i>	<i>-</i>	<i>-</i>	<i>5 605</i>
Net earnings per share	EUR 0.65	-	-	EUR 0.65
Diluted earnings per share	EUR 0.65	-	-	EUR 0.65



FISCAL YEAR 2013

JUNE 30, 2013
(PUBLISHED)

IFRS 5 -
DISCONTINUED
OPERATIONS

RECLASSIFICATION
OF PROVISIONS FOR
SITE REHABILITATION

JUNE 30, 2013
(RESTATED)

	JUNE 30, 2013 (PUBLISHED)	IFRS 5 - DISCONTINUED OPERATIONS	RECLASSIFICATION OF PROVISIONS FOR SITE REHABILITATION	JUNE 30, 2013 (RESTATED)
INCOME OF CONSOLIDATED COMPANIES	5 805	642	-	6 447
Elimination of income and expenses with no cash impact or not related to operating activities:				
■ Dividends received from companies consolidated by the equity method	250	-	-	250
■ Amortization and provisions	24 704	(161)	(36)	24 508
■ Net capital gains on disposals	(22)	17	-	(5)
■ Deferred taxes	2 873	-	-	2 873
■ Other income and expenses	(793)	(11)	-	(804)
CASH FLOW FROM OPERATING ACTIVITIES	32 817	487	(36)	33 268
Corporation tax	368	(12)	-	356
Cost of gross financial debt before long-term investments	(2 619)	19	-	(2 639)
CASH FLOW FROM OPERATING ACTIVITIES BEFORE TAXES AND FINANCING COSTS	30 566	455	(36)	30 986
Change in working capital requirement	4 297	(323)	36	4 000
Tax paid	11 315	12	-	11 327
NET CASH FLOW FROM OPERATING ACTIVITIES	46 178	134	-	46 312
Cost of acquisition of fixed assets	(32 558)	60	-	(32 498)
Proceeds from disposals of fixed assets	482	(34)	-	448
Outflows for acquisitions of financial investments	(1 016)	-	-	(1 016)
Inflows from disposals of financial investments	178	(8)	-	171
Net cash outflows for acquisitions of subsidiaries	(60)	-	-	(60)
Net cash inflows from disposals of subsidiaries	-	-	-	-
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(32 974)	18	-	(32 956)
Dividends paid to equity holders of the parent	(8 148)	-	-	(8 148)
Dividends paid to minority shareholders of consolidated companies	(29)	-	-	(29)
Capital increases in cash	-	-	-	-
Treasury stock movements	152	-	-	152
Changes in other shareholders' equity	-	-	-	-
Borrowings	15 683	-	-	15 683
Repayment of borrowings	(13 495)	-	-	(13 495)
Interest paid	(5 648)	20	-	(5 628)
NET CASH FLOW FROM FINANCING ACTIVITIES	(11 484)	20	-	(11 465)
TOTAL CASH FLOW FOR THE PERIOD, ONGOING OPERATIONS	1 720	171	-	1 891
NET CASH FLOW FROM DISCONTINUED OPERATIONS	-	(171)	-	(171)
TOTAL CASH FLOW FOR THE PERIOD	1 720	-	-	1 720
Cash and cash equivalents at beginning of year	22 516	-	-	22 516
Of which in ongoing operations	22 516	(454)	-	22 062
Of which in discontinued operations	-	454	-	454
Cash and cash equivalents at end of year	24 179	-	-	24 179
Of which in ongoing operations ⁽¹⁾	24 179	(277)	-	23 902
Of which in discontinued operations	-	277	-	277
Effect of changes in foreign exchange rates	(56)	-	-	(56)
Of which in ongoing operations	(56)	5	-	(51)
Of which in discontinued operations	-	(5)	-	(5)
(1) Of which:				
Cash and cash equivalents	24 210	(277)	-	23 932
Short-term bank borrowings (current financial debts)	(30)	-	-	(30)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014



	JUNE 30, 2012 (PUBLISHED)	IFRS 5 - DISCONTINUED OPERATIONS	RECLASSIFICATION OF PROVISIONS FOR SITE REHABILITATION	JUNE 30, 2012 (RESTATED)
FISCAL YEAR 2012				
Goodwill	212 875	-	-	212 875
Intangible fixed assets included in concessions	6 483	-	-	6 483
Other intangible fixed assets	6 498	(15)	-	6 483
Property, plant and equipment	170 062	(2 962)	-	167 100
Investments in affiliates	489	-	-	489
Non-current financial assets	168 811	(1)	-	168 810
Hedging instruments – non-current assets	-	-	-	-
Other non-current assets	1 047	-	-	1 047
Deferred non-current corporation tax assets	-	-	-	-
Deferred tax assets	9 577	-	-	9 577
NON-CURRENT ASSETS	575 843	(2 978)	-	572 864
Inventories	10 854	(4)	-	10 850
Trade and other receivables	121 686	(691)	-	120 995
Corporation tax receivables	7 425	-	-	7 425
Current financial assets	89	-	-	89
Hedging instruments – current assets	-	-	-	-
Other current assets	18 524	(64)	-	18 461
Cash and cash equivalents	41 383	(482)	-	40 901
CURRENT ASSETS	199 961	(1 241)	-	198 720
Assets held for sale	-	4 341	-	4 341
TOTAL ASSETS	775 804	121	-	775 925
Share capital	1 727	-	-	1 727
Additional paid-in capital	299 079	-	-	299 079
Reserves	38 506	-	-	38 506
Net income (Group share)	6 227	-	-	6 227
Shareholders' equity (Group share)	345 539	-	-	345 539
Minority interests	531	-	-	531
TOTAL SHAREHOLDERS' EQUITY	346 069			346 069
Other equity	-	-	-	-
Non-current financial debt	219 974	-	-	219 974
Hedging instruments – non-current liabilities	3 542	-	-	3 542
Employee benefits	183	-	517	700
Deferred tax liabilities	10	(10)	-	-
Other non-current provisions	3 497	(24)	-	3 473
Other non-current liabilities	221	-	-	221
NON-CURRENT LIABILITIES	227 427	(34)	517	227 909
Current financial debt	22 131	-	-	22 131
Hedging instruments – current liabilities	836	-	-	836
Current provisions	38 291	(134)	(10 099)	28 059
Taxes payable	242	-	-	242
Other current liabilities	140 809	(342)	9 582	150 049
CURRENT LIABILITIES	202 308	(476)	(517)	201 316
Liabilities held for sale	-	631	-	631
TOTAL LIABILITIES	775 804	121	-	775 925



FISCAL YEAR 2012

JUNE 30, 2012
(PUBLISHED)

IFRS 5 -
DISCONTINUED
OPERATIONS

RECLASSIFICATION
OF PROVISIONS FOR
SITE REHABILITATION

JUNE 30, 2012
(RESTATED)

	JUNE 30, 2012 (PUBLISHED)	IFRS 5 - DISCONTINUED OPERATIONS	RECLASSIFICATION OF PROVISIONS FOR SITE REHABILITATION	JUNE 30, 2012 (RESTATED)
REVENUE	212 215	(874)	-	211 340
Other business income	2 181	-	-	2 181
Transfers of expenses	1 527	-	-	1 527
Purchases used for operational purposes	(31 080)	171	-	(30 910)
Other purchases and outside expenses	(76 118)	327	-	(75 791)
Taxes other than on income	(17 586)	20	-	(17 567)
Employee benefits expenses	(49 515)	138	-	(49 376)
EBITDA	41 623	218	-	41 405
Expenses for rehabilitation and/or maintenance of sites included in concessions	(4 647)	-	(651)	(5 298)
Other net operating expenses	(561)	-	-	(561)
Net allocations to provisions	(130)	22	651	543
Net allocations to amortization	(16 516)	263	-	(16 252)
CURRENT OPERATING INCOME	19 770	68	-	19 838
Income on sales of fixed assets	233	-	-	233
Impairment of assets	-	-	-	-
Consolidation scope variation effects	(830)	-	-	(830)
Other operating income and expenditure	(20)	-	-	(20)
OPERATING INCOME	19 153	68	-	19 221
Income from cash and cash equivalents	7 701	26	-	7 727
Gross financial borrowing costs	(4 605)	-	-	(4 605)
COST OF NET FINANCIAL DEBT	3 096	26	-	3 122
Other financial income	198	(126)	-	72
Other financial expenses	(219)	1	-	(218)
FINANCIAL INCOME	3 074	(99)	-	2 976
Corporation tax	(6 586)	22	-	(6 564)
INCOME OF CONSOLIDATED COMPANIES	15 641	(8)	-	15 633
Share of income of affiliates	(9 655)	--	-	(9 655)
Net income from ongoing operations	5 987	(8)	-	5 979
Income from discontinued operations	-	8	-	8
TOTAL NET INCOME OF CONSOLIDATION SCOPE	5 987	-	-	5 987
<i>Of which minority interests</i>	240	-	-	240
<i>Of which attributable to equity holders of the parent</i>	6 227	-	-	6 227
Net earnings per share	EUR 0.73	-	-	EUR 0.73
Diluted earnings per share	EUR 0.73	-	-	EUR 0.73

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014



FISCAL YEAR 2012

	JUNE 30, 2012 (PUBLISHED)	IFRS 5 - DISCONTINUED OPERATIONS	RECLASSIFICATION OF PROVISIONS FOR SITE REHABILITATION	JUNE 30, 2012 (RESTATED)
--	------------------------------	--	--	-----------------------------


INCOME OF CONSOLIDATED COMPANIES	15 641	(8)		15 633
Elimination of income and expenses with no cash impact or not related to operating activities:				
■ Dividends received from companies consolidated by the equity method	-	-	-	-
■ Amortization and provisions	16 229	(266)	(672)	15 291
■ Net capital gains on disposals	(221)	-	-	(221)
■ Deferred taxes	5 760	(10)	-	5 750
■ Other income and expenses	197	(223)	-	(26)
CASH FLOW FROM OPERATING ACTIVITIES	37 606	(507)	(672)	36 427
Corporation tax	826	(12)	-	814
Cost of gross financial debt before long-term investments	(3 254)	(27)	-	(3 280)
CASH FLOW FROM OPERATING ACTIVITIES BEFORE TAXES AND FINANCING COSTS	35 179	(546)	(672)	33 961
Change in working capital requirement	(2 163)	526	672	(965)
Tax paid	(5 656)	13	-	(5 643)
NET CASH FLOW FROM OPERATING ACTIVITIES	27 360	(7)	-	27 353
Cost of acquisition of fixed assets	(19 740)	87	-	(19 653)
Proceeds from disposals of fixed assets	194	-	-	194
Outflows for acquisitions of financial investments	(754)	-	-	(754)
Inflows from disposals of financial investments	39	-	-	39
Net cash outflows for acquisitions of subsidiaries	-	-	-	-
Net cash inflows from disposals of subsidiaries	-	-	-	-
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(20 261)	87	-	(20 174)
Dividends paid to equity holders of the parent	(11 052)	-	-	(11 052)
Dividends paid to minority shareholders of consolidated companies	(10)	-	-	(10)
Capital increases in cash	-	-	-	-
Treasury stock movements	(133)	-	-	(133)
Changes in other shareholders' equity	-	-	-	-
Borrowings	197 153	-	-	197 153
Repayment of borrowings	(167 431)	-	-	(167 431)
Interest paid	(9 138)	27	-	(9 111)
NET CASH FLOW FROM FINANCING ACTIVITIES	9 389	27	-	9 416
TOTAL CASH FLOW FOR THE PERIOD, ONGOING OPERATIONS	16 488	107	-	16 595
NET CASH FLOW FROM DISCONTINUED OPERATIONS	-	(107)	-	(107)
TOTAL CASH FLOW FOR THE PERIOD	16 488	-	-	16 488
Cash and cash equivalents at beginning of year	24 005	-	-	24 005
<i>Of which in ongoing operations</i>	24 005	(541)	-	23 464
<i>Of which in discontinued operations</i>	-	541	-	541
Cash and cash equivalents at end of year	40 540	-	-	40 540
<i>Of which in ongoing operations ⁽¹⁾</i>	40 540	(482)	-	40 059
<i>Of which in discontinued operations</i>	-	482	-	482
Effect of changes in foreign exchange rates	47	-	-	47
<i>Of which in ongoing operations</i>	47	(48)	-	(1)
<i>Of which in discontinued operations</i>	-	48	-	48

(1) Of which:

Cash and cash equivalents	41 383	(482)		40 901
Short-term bank borrowings (current financial debts)	(843)	-	-	(843)

3.6.4.7. Discontinued operations

In accordance with IFRS 5.33, the following table presents the detail of net income and cash flows concerning discontinued operations:

 INCOME STATEMENT	JUNE 30, 2012	JUNE 30, 2013	JUNE 30, 2014
REVENUE	1 013	211	-
Other business income	-	-	-
Transfers of expenses	-	-	-
Purchases used for operational purposes	(171)	(72)	(8)
Other purchases and outside expenses	(466)	(419)	(243)
Taxes other than on income	(20)	(40)	(3)
Employee benefits expenses	(138)	(141)	(75)
EBITDA	218	(460)	(328)
Expenses for rehabilitation and/or maintenance of sites included in concessions	(21)	(8)	16
Other net operating expenses	(1)	(20)	5
Net allocations to provisions	(2)	20	118
Net allocations to amortization	(263)	(154)	(89)
CURRENT OPERATING INCOME	(68)	(622)	(278)
Income on sales of fixed assets	-	17	(2)
Impairment of assets	-	-	-
Consolidation scope variation effects	-	-	-
Other operating income and expenditure	-	-	-
OPERATING INCOME	(68)	(605)	(280)
Income from cash and cash equivalents	-	-	-
Gross financial borrowing costs	(26)	(19)	(34)
COST OF NET FINANCIAL DEBT	(26)	(19)	(34)
Other financial income	126	2	7
Other financial expenses	(1)	(7)	(76)
FINANCIAL INCOME	98	(24)	(103)
Corporation tax	(22)	(12)	-
Net income from discontinued operations	8	(642)	(383)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2014

IN
K€

STATEMENT OF CASH FLOWS

JUNE 30, 2012

JUNE 30, 2013

JUNE 30, 2014

INCOME OF CONSOLIDATED COMPANIES	8	(642)	(383)
Elimination of income and expenses with no cash impact or not related to operating activities:			
■ Amortization and provisions	266	161	(25)
■ Net capital gains on disposals	-	(17)	2
■ Deferred taxes	10	11	-
■ Other income and expenses	(147)	-	61
CASH FLOW FROM OPERATING ACTIVITIES	137	(486)	(346)
Corporation tax	12	12	-
Cost of gross financial debt before long-term investments	26	19	34
CASH FLOW FROM OPERATING ACTIVITIES BEFORE TAXES AND FINANCING COSTS	176	(455)	(312)
Change in working capital requirement	(144)	313	257
Tax paid	(12)	(12)	-
NET CASH FLOW FROM OPERATING ACTIVITIES	20	(153)	(55)
Cost of acquisition of fixed assets	(87)	(59)	-
Proceeds from disposals of fixed assets	-	34	-
Outflows for acquisitions of financial investments	-	-	-
Inflows from disposals of financial investments	-	7	-
Net cash outflows for acquisitions of subsidiaries	-	-	-
Net cash inflows from disposals of subsidiaries	-	-	-
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(87)	(18)	-
Dividends paid to equity holders of the parent	-	-	-
Dividends paid to minority shareholders of consolidated companies	-	-	-
Capital increases in cash	-	-	-
Treasury stock movements	-	-	-
Changes in other shareholders' equity	-	-	-
Borrowings	-	-	-
Repayment of borrowings	-	-	-
Interest paid	(39)	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES	(39)	-	-
CASH FLOW FOR THE PERIOD FROM DISCONTINUED OPERATIONS	(106)	(171)	(55)



CHAPTER 4

4. Statutory Auditors' Limited Review Report on the interim financial report at June 30, 2014

STATUTORY AUDITORS' LIMITED REVIEW REPORT ON THE
INTERIM FINANCIAL REPORT AT JUNE 30, 2014

Period from January 1, 2014 to June 30, 2014

To the Shareholders,

Following our appointment as statutory auditors by your Annual General Meeting, and in accordance with article L.451-1-2 III of the French Monetary and Financial Code ("Code monétaire et financier"), we have carried out:

- a limited review of the condensed half-yearly consolidated financial statements of Séch  Environnement SA for the period from January 1, 2014 to June 30, 2014 which are attached to the present report;
- the verification of the information contained in the half-yearly management report.

These condensed half-yearly consolidated financial statements have been drawn up under the responsibility of your Board of Directors. Our role is to express our conclusion on these financial statements based on our limited review.

I - Conclusion on the financial statements

We conducted our limited review in accordance with professional standards applicable in France. A limited review of interim financial information essentially consists in making inquiries of persons responsible for financial and accounting matters, and applying analytical review procedures. A limited review is substantially less broad in scope than an audit conducted in accordance with professional standards applicable in France, and consequently does not enable us to obtain more than a moderate assurance, less than would be obtained in the case of an audit, that the financial statements do not contain significant anomalies.

Based on our limited review, no significant anomaly has come to our attention that would cause us to doubt that the accompanying condensed half-yearly consolidated financial statements are prepared in all material respects in accordance with IAS 34, the IFRS standard as adopted by the European Union applicable to interim financial statements.

II - Specific verification

We also verified the information given in the half-yearly management report commenting on the condensed half-yearly consolidated financial statements submitted to our limited review. We have no observations to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

Saint-Gr goire, September 2, 2014

Laval, September 2, 2014

KPMG AUDIT
A department of KPMG SA
Vincent Broy 
Partner

ACOREX AUDIT
Jean-Fran ois Merlet
Partner



INTERIM FINANCIAL
REPORT AT JUNE 30, 2014





Séché Environnement
a French limited company (Société Anonyme)
with share capital of EUR 1 726 974.00
Company reg. no. 306 917 535 RCS Laval

Les Hêtres - CS 20020 - 53811 Changé Cedex, France
Tel: +33 (2) 43 59 60 00 - Fax: +33 (2) 43 59 60 61

Tour Maine Montparnasse - BP 25
33 avenue du Maine - 75755 Paris Cedex 15, France
Tel: +33 (1) 53 21 53 53 - Fax: +33 (1) 53 21 53 54
E-mail : actionnaires@groupe-seche.com
www.groupe-seche.com